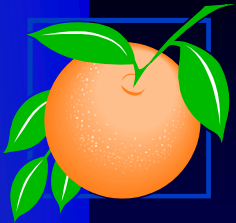


A large, stylized blue leaf graphic is centered in the background, with its stem and veins visible. The leaf is composed of several overlapping shapes, giving it a layered appearance. It is set against a solid blue background.

**DaVita RX
Economic Development Ad
Valorem Tax Exemption
Revocation Ordinance**

**Public Hearing:
Orange County
Board of County Commissioners**

June 5, 2018



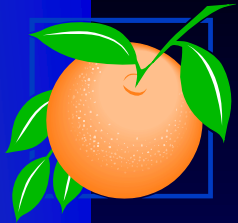
Background

- **Exemption authorized under Fla. Constitution**
- **Section 196.1995 Fla. Stat. after voter approval**
- **January 2012 – referendum approved**
- **February 2012 – BCC Ordinance 2012-05**



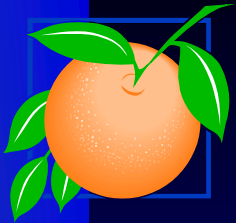
Exemption Ordinance

- **Public Hearing**
- **Grant of Exemption conditioned upon signing an agreement**
- **Annual reporting required**
- **Monitoring:**
 - **Florida new hire form**
 - **UCT-6**
 - **IRS Form 941**



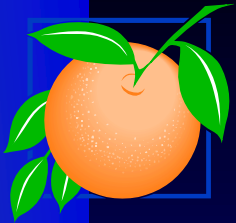
Eligible Expansions of Existing Business

- 10+ jobs:** New full-time jobs with wages higher than area average in manufacturing or “Target industry business”
- 25 +Jobs:** New full time jobs with more than 50% sales outside of Fla. and net increase in employment/output/sales of at least 10%; or
- Enterprise/
Brownfield:** increases operations on site located within the same zone co-located with a commercial or industrial operation owned by the same business



Original Project Overview

- **DaVita RX, LLC**
- **Specialty Pharma**
- **186 New Jobs**
- **115% of the Average Wage in Orange County**
- **\$11,750,000 Capital Investment**
- **Job Functions Include; Clinical, Management, Engineering, Production, Administration and Customer Service**



Exemption Granted

- **BCC enacted Ordinance No. 2014-02 on January 28, 2014 granting DaVita a 50% exemption for 5 years**
- **BCC Approved Economic Development Ad Valorem Tax Exemption Agreement**
- **DaVita's most recent annual report reflects that job creation requirements were not attained**
- **Ordinance provides that BCC may revoke exemption if conditions of exemption are not met**



Property Tax Exemption Board Guidelines

***Lowest number is determining factor**

Level	Years	Abatement %	Jobs (Manufacturing or QTI)	Jobs (Business that sells more than 50% of goods outside of MSA)	Jobs (New Business owning new office space)	Capital Investment	Avg. Wage	Brownfield or Enterprise Zone Avg. Wage
1	5	50%	10	25	50	\$200,000	115%	100%
2	7	50%	40	100	200	\$500,000	150%	100%
3	7	75%	80	200	400	\$1,000,000	150%	100%
4	10	75%	320	800	1600	\$10,000,000	200%	100%
5	5	100%	500	1000	1800	\$25,000,000	200%	100%
6	10	100%	1000	1500	2000	\$50,000,000	200%	100%



Requested Action

- **Approval of an Ordinance of Orange County, Florida relating to taxation; revoking an economic development exemption from certain ad valorem taxation for DaVita Rx, LLC; and**
- **Approval of a Termination of Economic Development Ad Valorem Tax Exemption Agreement between Orange County, Florida and DaVita Rx, LLC**

A large, stylized blue leaf graphic is centered in the background, with its veins and edges clearly defined. It serves as a decorative element behind the main text.

**DaVita RX
Economic Development Ad
Valorem Tax Exemption
Revocation Ordinance**

**Public Hearing:
Orange County
Board of County Commissioners**

June 5, 2018