



Miami-Dade County Board of County Commissioners

Office of the Commission Auditor

**Legislative Analysis**

**Economic Development & Social Services**  
**Committee**

January 12, 2011  
9:30 A.M.  
Commission Chamber

Charles Anderson, CPA  
Commission Auditor  
111 NW First Street, Suite 1030  
Miami, Florida 33128  
305-375-4354

**Miami-Dade County Board of County Commissioners  
Office of the Commission Auditor**

**Legislative Notes  
Economic Development & Social Services Committee  
Meeting Agenda**

**January 12, 2011**

Written analyses and notes for the below listed items are attached for your consideration:

**Item Number(s)**

1(F)3
1(F)4

If you require further analysis of these or any other agenda items, please contact  
Bia Marsellos, Legislative Supervisor at (305) 375-1255.

Acknowledgements--Analyses prepared by:  
Jason T. Smith, Senior Legislative Analyst  
Mia Marin, Legislative Analyst

**MIAMI-DADE COUNTY  
BOARD OF COUNTY COMMISSIONERS  
OFFICE OF THE COMMISSION AUDITOR**



Legislative Notes

**Agenda Item:** 1(F)3

**File Number:** 102714

**Committee(s)  
of Reference:** Economic Development & Social Services Committee

**Date of Analysis:** January 10, 2011

**Type of Item:** Ordinance amending an existing ordinance

**Summary**

This item makes numerous revisions to the current Targeted Job Incentives Fund (TJIF) program which is administered by the Office of Economic Development & International Trade (OEDIT). The program was approved by the Board of County Commissioners through Resolution 00-98 to incentivize business growth and development in Miami-Dade County. The Board of County Commissioners subsequently amended the program through Ordinances 02-251 and 05-91. The changes that are currently proposed are detailed in the County Manager's memo (Handwritten pages 2-5), and relate to:

- The definitions of the program,
- Updating eligible industries for the TJIF program,
- Ensuring that the TJIF companies pay all of their employees no less than the Living Wage Rate,
- Adjusts the way incentives are calculated, and
- Expands the TJIF program until Sept. 30, 2020.

**Current Business Incentive Programs Provided by the County and State:**

**Miami-Dade County Targeted Jobs Incentive Fund (TJIF)**

According to the OEDIT, the TJIF incentive is designed to attract new-to-market businesses and support local business expansions. The TJIF Program works by providing cash incentives to qualifying companies in selected industries that create new above average paying jobs and currently make a capital investment of at least \$3 million. OEDIT anticipated that the Board of County Commissioners would review this program and enact new processes to expand and improve the program.

**Qualified Target Industry (QTI) Tax Refund**

This State of Florida incentive is available for companies that create high wage jobs in targeted high value-added industries and may provide the company with a tax refund of up to \$3,000 per new job created. This program is funded by the State of Florida (80%) and Miami-Dade County (20%). The QTI program requires the creation of at least 10 new fulltime jobs at salary levels equal to or exceeding 115% of the State annual average wage, or \$41,516. For businesses paying 150% of the State

average annual wage, add \$1,000 per job; for 200% of the State average annual wage, add \$2,000 per job. For companies that locate or expand within any of Miami-Dade County's Enterprise Zones, this incentive is increased up to \$6,000 per new job created, and the minimum salary requirement may be waived. (Source: OEDIT)

#### By the Numbers (TGIF & QTI):

Date of Approval	QTI Resolution Number	TJIF Resolution Number	Comm. District (If Known)	Proposed Capital Investment	Total 6 Year Job Commitment	Total QTI Award	QTI County 20%	TJIF County Amount*	Total County Incentive Amount
4/8/2008	<a href="#">R-338-08</a>		12	\$14,836,770	245	\$980,000	\$196,000	\$0	\$196,000
7/21/2009	<a href="#">R-1019-09</a>		1	\$7,800,000	123	\$369,000	\$73,800	\$0	\$73,800
7/21/2009	<a href="#">R-1020-09</a>	<a href="#">R-1021-09</a>	12	\$8,090,000	25	\$75,000	\$15,000	\$87,500	\$102,500
10/8/2009	<a href="#">R-1197-09</a>	<a href="#">R-1198-09</a>	6	\$3,900,000	366	\$475,800	\$95,160	\$20,000	\$115,160
1/21/2010	<a href="#">R-29-10</a>	-	12	\$800,000	125	\$162,500	\$32,500	\$0	\$32,500
4/6/2010	<a href="#">R-350-10</a>	<a href="#">R-351-10</a>	13 or 1	\$230,000,000	150	\$900,000	\$180,000	\$3,929,119	\$4,109,119
5/4/2010	<a href="#">R-490-10</a>	<a href="#">R-491-10</a>	6	\$42,000,000	35	\$320,000	\$64,000	\$777,167	\$841,167
7/20/2010			6	\$4,600,000	180	\$900,000	\$90,000	\$0	\$90,000

Source: OEDIT, January 10, 2011

\*Multi-year General Fund disbursement contingent on documenting creation of new jobs and increased County-wide General Fund of actual disbursement.

#### Additional Notes

According to OEDIT officials, the current TJIF ordinance expired on September 30, 2010. OEDIT has informed the Office of the Commission Auditor's Office that OEDIT has been working with the Beacon Council and the Office of Sustainability, as well as the Manager's Office, to bring forth the proposed revisions. According to OEDIT, the proposed ordinance simplifies and streamlines the TJIF process, calculates the incentives based on capital investment, and reduces the number of eligible industries from 33 to 10. The minimum capital investment is set at \$3 million and the minimum number of jobs to be created is set at 10, according to OEDIT. These are policy recommendations, according to OEDIT, which the Mayor's Administration is making after consulting with the Beacon Council which is the agency responsible for attracting new businesses to Miami-Dade County.

Prepared by: Jason T. Smith

**MIAMI-DADE COUNTY  
BOARD OF COUNTY COMMISSIONERS  
OFFICE OF THE COMMISSION AUDITOR**



Legislative Notes

**Agenda Item:** 1(F)4

**File Number:** 102793

**Committee(s) of Reference:** Economic Development & Social Services Committee

**Date of Analysis:** January 10, 2011

**Type of Item:** Resolution to Amend Action Plans for FY1998, FY2002, FY2003 and FY2005 through FY2010

**Summary**

This Resolution amends the Multi-Year Action Plans to Reprogram CDBG, HOME and Rental Rehabilitation Funds and Allocate Additional FY2010 ESG Funds Received from United States Housing and Urban Development (US HUD).

**Background and Relevant Legislation**

The Department of Housing and Community Development (DHCD) monitors all activities funded through CDBG, HOME, RR and ESG. One of the previous challenges faced by Miami-Dade County (County) was the need to comply with HUD requirements. On June 19, 2009, the Office of Inspector General from US HUD issued an audit showing the County failed to meet national objectives and performance goals and also failed to recapture CDBG funds for cancelled activities that did not meet national objectives in its 2007 CDBG Program (US HUD OIG Audit Report No. 2009-AT-1008).

Additionally, the audit report included US HUD OIG recommendations instructing the County to repay US HUD over \$4.6 million for not recapturing CDBG funds for canceled activities. However, the County was able to reduce that repayment amount to \$3,632,636 after providing documentation to clear several findings.

There is a proposed Legis-Star Item No. 102804 that seeks to approve a Repayment to U.S. HUD Regarding Miami-Dade County's 2007 CDBG Program in the amount of \$3,632,636 to be paid back by the County to US HUD by January 31, 2014.

Furthermore, the U.S. HUD Audit Report includes a list of corrective measures the County plans on implementing that includes revised procedures for tracking and reporting program income.

**Additional Information**

A list of Board of County Commissioner approved Action Plans since 2007 and their respective amendments include the following:

R-43-07	Resolution approving the FY2007 funding recommendations for CDBG, HOME, ADDI, HODAG, RR and ESG programs
R-802-07	Resolution authorizing the County Manager to amend the FY 2007 Action Plan to reflect the reallocation of FY 1997, FY 1999, FY 2001, FY 2002, FY 2004, FY 2005, FY 2006 and FY Community Development Block Grant Funds, in the amount of \$15,334,100.99
R-914-07	Resolution authorizing the County Manager to amend the FY 2007 Action Plan to reflect the reallocation of FY 2005, and FY 2006 HODAG and FY 2002, FY 2004, FY 2005, FY 2006 and FY 2007 home funds
R-1222-07	Resolution approving the Five-Year Consolidated Plan for 2008 - 2012 including the FY 2008 funding recommendations
R-489-08	Resolution authorizing the Mayor to amend the FY 2008 Action Plan to reflect the reallocation of FY 2000, 2002, 2003, 2004, 2005, 2006, 2007 and 2008 Community Development Block Grant Funds, in the amount of \$4,726,901.10 and HOME and HODAG funds in the amount of \$4,601,699.49
R-491-08	Resolution authorizing the Mayor to amend the FY 2007 Action Plan to reflect the reallocation of \$5,950,464 of Community Development Block Grant Funds
R-1127-08	Resolution approving the FY 2009 Action Plan funding recommendations
R-914-09	Resolution amending the FY 2009 Action Plan to reflect the reallocation of FY 2000, 2002, 2003, 2004, 2005, 2006, 2007, 2008 and 2009 Community Development Block Grant Funds, in the amount of \$4,713,093.22 and HOME and Rental Rehabilitation funds in the amounts of \$5,475,940.79
R-1284-09	Resolution approving the FY 2010 Action Plan funding recommendations
R-1285-09	Resolution amending the FY 2009 Action Plan to reflect the reallocation of FY 2002, 2003, 2004, 2005, 2006, 2007, 2008 and 2009 Community Development Block Grant Funds, in the amount of \$3,428,313.91 and HOME funds in the amount of \$500,000
R-111-10	Resolution authorizing the Mayor to amend the FY 2007, 2008, and 2009 Action Plans to reflect the reallocation of Community Development Block Grant Funds (CDBG) funds in the amount of \$555,000, and also amending the same Action Plans to include refinancing guidelines for CDBG and Home Investment Partnerships Program (HOME) affordable housing projects
R-489-10	Resolution authorizing the Mayor to amend the FY 2010 Action Plan to reflect the reallocation of FY 2008, 2009 and 2010 Community Development Block Grant Funds, in the amount of \$2,528,920 and home investment partnership funds in the amount of \$200,000
R-980-10	Resolution authorizing the Mayor or Mayor's designee to amend the FY 2010 Action Plan to reflect the allocation of FY 2010 Community Development Block Grant Funds, in the amount of \$2,770,870

Source: County Executive Office, January 7, 2011

**Prepared by:** Mia B. Marin