

A Resolution approving the Second Amendment the Impact Fee Mitigation Agreement between the City of Port St Lucie  
and City Electric Supply

Presented by Elijah Wooten, Economic Development Administrator

December 12, 2022



## Background

Due to COVID-19 City Electric Supply reduced their workforce by 35 employees from their initial baseline of 210 employees. The company has begun the rehiring process and currently has 196 employees. In 2021, the City Council approved the first amendment to the impact fee mitigation agreement extending the new jobs reporting one year.

## Request

Due to disruptions in the company's supply chain, business operations and changes in the customer demand profile related to the COVID-19 pandemic, City Electric Supply is requesting the City Council approve a second amendment to the Impact Fee Mitigation Agreement, to (i) waive the 210 baseline maintenance requirement for 2022; and (ii) extend the time frames otherwise provided in the Agreement for the creation of 50 new jobs for a period of one year.

## Revised Employment Schedule

- 2023 - 10 jobs
- 2024 - 8 jobs
- 2025 - 12 jobs
- 2026 - 10 jobs
- 2027 - 10 jobs.



## Consequence for Nonperformance

- If the City Council denies the second amendment to the impact fee mitigation agreement, City Electric Supply is required to pay the waived impact fees on a pro rata basis for each year or partial year it is out of compliance.
- The total amount of the impact fee mitigation is \$146,182.44, which pro rata over a ten year period equals \$14,618.24 per year.

## Recommendation

- The staff recommends approving the second amendment to Impact Fee Mitigation Agreement between the City of Port St Lucie and City Electric Supply to waive the 210 baseline maintenance requirement for 2022 to 2023.
- Extend the time frames otherwise provided in the Agreement for the creation of the 50 new jobs for a period of one year.

