

Late Backup

Item No. 41
April 13, 2017
Initiated by:
Economic Development Department

41. Conduct a public hearing and consider an ordinance creating an economic development program and authorizing the negotiation and execution of an economic development agreement with Merck Sharp & Dohme Corporation.

Proposed to insert the following language as a new subsection under Article I and add section 7.0 to Exhibit B (Certificate of Compliance) to the economic development agreement posted as back up for Item 41:

I. Company's Obligations

"1.10 Community Impact Goals. Company has a history and reputation of making direct and indirect economic contributions, such as employment, workforce development, support of local businesses and local research and development. City desires Company to provide socioeconomic benefits to the community by partnering with local organizations that are focused on public health issues and concerns, as well as participate in Science, Technology, Engineering and Mathematics (STEM) programs by partnering with local entities similar to the samples described in their Business Information Form submitted to the City, as well as with local primary, secondary and post-secondary educational institutions, including Title 1 schools.

This subsection is not subject to section 3.04, Event of Default. However, Company understands the City has relied on these representations of the Company's intent when considering this Agreement, and will annually, starting in 2019, provide an overview of its local partnering activities including names of entities and description of the scope of the activities as part of its Certificate of Compliance submitted to the City. The 2019 overview will encompass activities from the Effective Date through the 2018 compliance period, ending December 31, 2018. The activities described in this subsection are not subject to inspection or audit. The City acknowledges that the Company's first report on the overview of its activities may be brief due to the amount of time the Company must expend on the extensive startup activities for the Project and the short time frame from the Effective Date to the date that the initial Certificate of Compliance is due."