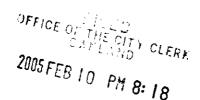
CITY OF OAKLAND AGENDA REPORT



TO:

Office of the City Administrator

ATTN:

Deborah Edgerly

FROM:

Community and Economic Development Agency

DATE:

February 15, 2005

RE:

AGENCY RESOLUTION AUTHORIZING AN OWNER PARTICIPATION AGREEMENT WITH SVC MANUFACTURING, INC., DBA GATORADE, FOR RETENTION, EXPANSION AND IMPROVEMENT OF ITS MANUFACTURING FACILITY AT 5625 INTERNATIONAL BOULEVARD AND AN AGENCY PAYMENT NOT TO EXCEED \$250,000 FOR REPAVING 57TH AVENUE ADJACENT TO THE FACILITY

SUMMARY

At the February 8, 2005 Community and Economic Development Committee meeting Agency staff was requested to propose to Gatorade/Pepsico additional requirements to strengthen language associated with the First Source Hiring agreement. The proposed language has been added as "Exhibit B" and is attached.

As of February 10, 2005, the proposed language had not been agreed to by Gatorade/Pepsico.

Respectfully submitted,

Danjel Vanderpriem, Director

Redevelopment, Economic Development Housing and Community Development

APPROVED AND FORWARDED TO THE CITY COUNCIL:

OFFICE OF THE CITY ADMINISTRATOR

Item: City Council
February 15, 2005

EXHIBIT B

PROPOSED AMENDMENT TO THE "EXHIBIT A" TERM SHEET IS AS FOLLOWS:

a. SVC Manufacturing, Inc. agrees to execute a City of Oakland First Source Hiring agreement and consider all referred Oakland residents for employment vacancies prior to non-Oakland residents, in hiring decisions for a three year period from the execution date of the agreement. SVC Manufacturing, Inc. will enter into a binding agreement for implementation of this requirement. Should SVC Manufacturing, Inc not perform in the above fashion, the City of Oakland is entitled to reimbursement of its contribution for roadway improvements.