



AGENDA MEMORANDUM

First Reading Ordinance the City Council Meeting of August 14, 2018
Second Reading Ordinance for the City Council Meeting of August 21, 2018

DATE: July 21, 2018

TO: Keith Selman, Interim City Manager

FROM: Mike Culbertson
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Type A Grant for the Del Mar College Foundation Process and Instrumentation \$2,356,000

CAPTION:

Ordinance approving a Business Incentive Agreement between the Corpus Christi Business and Job Development Corporation and Del Mar College Foundation for \$2,356,000 to expand the Process and Instrumentation Technology Program; appropriating \$2,356,000 from the unreserved fund balance in the Business/Job Development Fund; and amending the budget.

PURPOSE:

Provide a grant from the Type A fund to the Del Mar College Foundation to purchase Process and Instrumentation Technology equipment for expansion of that curriculum. This equipment will be used to provide needed training for process and instrument technicians as industries that rely on these processes continue to invest and locate in the Coastal Bend Region.

BACKGROUND AND FINDINGS:

The Board approved a grant of \$1,390,071 in December 2013. Since that time Del Mar has purchased and implemented the equipment necessary for their Process Technology program. The College's Process Technology Program and Industrial Instrumentation Program address the region's growing need for skilled technicians in process technology, instrumentation, industrial automation, process control, safety and related fields. Del Mar proposes to expand its abilities to deliver training in these areas by adding training in ethylene cracker systems, industrial process maintenance, and the full scope of industrial pump and tank transfer training to further support our area's workforce needs.

The target goals are six-fold:

- Significantly increase the number of awards in Process Technology and Instrumentation Specialist to 400 related awards annually and an enrollment of 1,000.
- Increase the awards in the newly added Millwright Program (Industrial Rotating Equipment Specialists). The addition of the Pump Transfer skid will further support Process and Instrumentation training programs and Transportation Training Services.

- Increase the number of awards in Environmental Science to support safety assessment and OSHA requirements throughout multiple industrial applications directly related to area petrochemical and industrial plants.
- Increase the job-ready proficiency of graduates from the Process and Instrumentation Technology program in response to area industry needs by adding Industrial Process Maintenance Training and Ethylene Cracker Training Skids as well and provide cross training for multiple industrial applications directly related to area plants.
- Add one more Instrumentation Control Room with full integration into all training skids to increase training related to Industrial Instrumentation Technology.
- Increase the number of Safety and Welding graduates to support technology fields.

ALTERNATIVES:

This is the only incentive that this project is eligible for.

OTHER CONSIDERATIONS:

None

CONFORMITY TO CITY POLICY:

This project is consistent with the City's stated goals of promoting economic development and incentivizing business to locate and thrive in Corpus Christi

EMERGENCY / NON-EMERGENCY:

NON-EMERGENCY

DEPARTMENTAL CLEARANCES:

None

FINANCIAL IMPACT:

☐ Operating ☐ Revenue ☐ Capital ☐ Not applicable

Fiscal Year: 2017-2018	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget				
Encumbered / Expended Amount				
This item		2,356,000		2,356,000
BALANCE		2,356,000		2,356,000

Fund: Type A Fund

RECOMMENDATION:

The Board of Directors of CCREDC and the Type A Board recommend approval of this item.

LIST OF SUPPORTING DOCUMENTS:

Ordinance, Proposal – DMC Foundation, Agreement - DMC