



**Feather River Mill Hotel Incentive Request 12-17-19**

# ***Background***

- Proposed Site 400 Bridge Street
- Land Owned by RDA Successor Agency
- Significant Contamination Issues
- 90 Room Hotel—Phase 1
- Prior Agreement Approved April 10, 2018



# *Terms of Prior Agreement*

- Term 10 years
- 100% of TOT Rebated Year 1
- 50% of TOT Rebated Years 2 – 10
- Maximum Reimbursement \$750,000
- Estimated Net City Share \$1,820,000



# *Terms of Proposed Agreement*

- Term 15 years
- 100% less \$100,000 of TOT Rebated Year 1
- 30% of TOT Rebated Years 2 – 15
- Maximum Reimbursement \$1,250,000
- Estimated Net City Share \$5,600,000



## ***Benefits to City***

- Clean-Up of Contaminated Property
- Avoid Future Monitoring Costs Paid by General Fund Currently
- Development of Hotel Phase 1
- Property tax revenue through RPTTF
- Sales tax revenue from gift shop or small snack shop
- Increased TOT Revenues—70% to City Years 2-15



# Questions?

