



City of Colusa California

STAFF REPORT

DATE: December 3, 2024
TO: Mayor and Members of the Council
FROM: Jesse Cain, City Manager

AGENDA ITEM: Consideration of three Resolutions for BC&E USA Colusa 1 LLC Lease agreements for the Pirelli Building and 10 acres of the wastewater treatment property.

Recommendation: Council to adopt the following Resolutions:

1. Resolution approving the Lease Agreement with BC&E USA Colusa 1 LLC for part of the North side of the Pirelli building
2. Resolution approving the Lease Agreement with BC&E USA Colusa 1 LLC for part of the South side of the Pirelli building
3. Resolution approving the Lease Agreement with BC&E USA Colusa 1 LLC for part of the Wastewater Land

BACKGROUND ANALYSIS: The City of Colusa City obtained what is known as the Pirelli Building a couple years ago with Grants and a loan from the water department. To create some type of biomaterials facility that would create jobs and help farmers with their ag waste and to better our local economy.

The City of Colusa has been working with BC&E USA Colusa 1 LLC for a couple years now to try and bring a biomaterials energy plant to Colusa, The City of Colusa has entered into a Purchase power agreement with them as well, which requires them to complete and receive a Bio mat application and contract for power purchases with PGE to ensure that the City will not be out any money.

BC&E Colusa now would like to lease 75,000 square feet of the Northside of the building and 75,000 square feet of the South side as well with the same lease terms. They would also be entering into a lease for 10 acres of the wastewater treatment plant with the option to move the lease to east Clay Street once we complete the property swap.

Please see attached leases for the terms of the lease

BUDGET IMPACT: None at this time

STAFF RECOMMENDATION: Council to approve Resolutions 24-

ATTACHMENTS:

Resolution 24- Lease Agreement North Side

Resolution 24- Lease Agreement South Side

Resolution 24- Lease Agreement 10 acres of the wastewater property

Lease Agreement North Side

Lease Agreement South Side

Lease Agreement for 10 acres of the wastewater treatment property.