

City of Grass Valley City Council Agenda Action Sheet

<u>Title</u>: Consideration of a temporary fee deferral agreement to allow BrewBilt to pay

wastewater impact fees tied to the phasing of the project.

<u>Recommendation</u>: That Council approve the temporary fee deferral agreement and authorize the City Manager to sign the agreement subject to legal review.

<u>Prepared by:</u> Thomas Last, Community Development Director

Agenda: Administrative

Background Information: BrewBilt is a locally established manufacturer of brewing equipment located on Springhill Drive in Grass Valley. The company provides brewing equipment to businesses throughout the United States. This successful company has expanded over the years and is now seeking an additional venture to begin brewing its own brand of beer. City staff and the owner have explored options to reduce the upfront costs to start this business. Since the applicant wishes to start small and expand the production of beer over time, which is dependent on the installation of additional fermentation tanks, the attached agreement will ensure the impact fees are paid as individual permits are issued for new fermentation tanks. This agreement will defer the total wastewater impact fees of \$30,796 and tie the payment of fees to the installation of additional fermentation tanks that will eventually allow for the maximum production capacity of 3,000 barrels a year. This approach allows a successful local business to expand its operations while reducing the upfront costs and provides an opportunity to build capital in conjunction with the success of the business.

<u>Council Goals/Objectives</u>: This item supports the City's economic development goals to support small businesses.

<u>Fiscal Impact</u>: None, sewer impact fees will be paid as the project adds fermentation tanks.

Funds Available: N/A Account #: N/A

Reviewed by: __ City Manager

Attachments: Fee Deferral Agreement