

STAFF REPORT REGULAR MEETING

AGENDA DATE: December 6, 2022

DEPARTMENT: Community Sustainability

TITLE:

Amendment One to the Bohemian Economic Incentive Agreement

SUMMARY:

The purpose of the amendment to the approved Economic Incentive Agreement for The Bohemian Apartment to allow for the incentive payment to be paid after the first three years of active operations.

BACKGROUND AND JUSTIFICATION:

In 2020, the City entered into an Economic Development Incentive Agreement with The Bohemian to provide financial incentives for The Bohemian's 200-unit apartment community at 1017 Lake Avenue. Under the Agreement, the City agreed to pay \$89,066.48 to The Bohemian as an economic incentive based on the first three years of new revenue to the electric, water, sewer and stormwater enterprise funds generated by the project. The original agreement stipulated that the incentive would be dispersed at the time of a receipt of a final Certificate of Occupancy (CoA) predicated that a performance bond or other financial vehicle were posted to ensure that the new utility revenue projections were would be achieved. The developer has requested that the payment be made after the first three years of active operation are completed and the new utility revenue streams have been verified. The amendment to the original agreement would allow for this payment at the end of the initial three years of operation.

MOTION:

Move to approve/disapprove Amendment One for the Bohemian's Economic Incentive Agreement and to authorize the Mayor to sign the same.

ATTACHMENT(S):

Fiscal Impact Analysis
Amendment One
Original Economic Incentive Agreement

FISCAL IMPACT ANALYSIS

Five Year Summary of Fiscal Impact:

Fiscal Years	2023	2024	2025	2026	2027
Inflows					
Current Appropriation	0	0	0	0	0
Program Income	0	0	0	0	0
Grants	0	0	0	0	0
In Kind	0	0	0	0	0
Outflows					
Operating	0	0	\$89,066.48	0	0
Capital	0	0	0	0	0
Net Fiscal Impact	0	0	\$89,066.48	0	0
No. of Addn'l Full-Time Employee Positions					
	0	0	0	0	0

New Appropriation Fiscal Impact:		
	Revenue Source	Expenditure
Department		
Division		
GL Description		
GL Account Number		
Project Number		
Requested Funds		

Budget Transfer Impact		
	Revenue Source	Expenditure
Department		
Division		
GL Description		
GL Account Number		
Project Number		
Requested Funds		

Contract Award - Existing Appropriation	
	Expenditure
Department	
Division	
GL Description	
GL Account Number	
Project Number	
Requested Funds	