City of Scottsbluff, Nebraska

Wednesday, September 2, 2020 Regular Meeting

Item 1

MTL Commodity Laundromat Project

Application and Supplementary Materials

Map of the Project Site

Preliminary Cost Benefit Analysis

Staff Contact: Starr Lehl

APPLICATION FOR TAX INCREMENT FINANCING

Please note that the following application must be typed prior to submission to the City of Scottsbluff. You should attach additional pages when necessary. The applicant(s) or a designated representative must be present at the Community Redevelopment Authority (CRA), Planning Commission, and City Council meetings to answer any questions related to the project. Proper notice of both meetings will be given to applicants by City Staff. Failure to complete any of these application requirements may result in ineligibility for or delay of approval of Tax Increment Financing.

name of the designated repro	nt). If the Redeveloper is a business entity, please include the esentative of the business and the position title.
10 Box 5	76
Scotts bluff,	NE 69363
308-635-7898	MSIMMONS 9 & hofmail. com
description or if moreover	operty to be redeveloped (the "Project Site") by address, legal
in the Project Site. These ca http://www.scottsbluffcounty.o	general location. Please include all parcel numbers included n be obtained from the Scotts Bluff County Assessor website: rg/assessor/assessor-disclaimer-do.html. Please attach a map of
in the Project Site. These ca http://www.scottsbluffcounty.of the Project Site if available. PARCE J.D.	general location. Please include all parcel numbers included n be obtained from the Scotts Bluff County Assessor website: rg/assessor/assessor-disclaimer-do.html. Please attach a map of - 00/0347137
in the Project Site. These ca http://www.scottsbluffcounty.o the Project Site if available. PARCE J.D.	general location. Please include all parcel numbers included n be obtained from the Scotts Bluff County Assessor website: rg/assessor/assessor-disclaimer-do.html. Please attach a map of - 00/0347137 - 11/15 11/15 11/16 Cabinet sting uses and condition of the Project Site.

4.	If you do	not current	ly own the l	Project Site,	please explain	your plan	for acquiring
the	Project Site,	including v	whether you	have a cur	rent agreemer	nt to acquir	e the Project
Site					-	-	•

NA	- currently oun 3, +E	

- 5. Please describe the Redevelopment Plan on the Project Site. In your description, please address (please include your answers in an attached document):
 - A. Proposed land uses after redevelopment (please attach a land use plan if available).
 - B. The necessity of and plan to demolish or remove structures.
 - C. Land coverage and building intensities in the Project Site after redevelopment (please attach a site plan if available).
 - D. Standards of population densities in the Project Site expected after redevelopment.
 - E. A statement of any proposed changes to zoning, street layouts, building codes, or ordinances.
 - A statement of any planned subdivision to the Project Site.
 - G. A statement of additional public facilities and utilities required to support the Project Site after redevelopment.
 - H. Employment within the Project Site before and after redevelopment.
 - I. Any other information you deem relevant.
- 6. Please itemize your estimated project costs (please attach copies of bids or estimates to support estimated project costs):

A. Land Acquisition (if applicable):	\$ A TOTAL PROPERTY.
B. Site Development (itemize):	\$ 7500.
C. Building Cost:	\$ 377,750.
D. Architectural & Engineering Fees:	\$
E. Legal Fees:	\$
F. Financing Costs:	\$
G. Broker Costs:	\$
H. Contingencies:	\$
I. Other (itemize):	\$

TOTAL \$ 385,250 EST.

7.	Please ractors	e list the names and addresses of who will be involved with the Project.	all kn	own architects, engineers, and
		Steel		
8.	Please	e itemize the following regarding the va	luation	of the Project Site
		Total estimated assessed valuation of Re		*
	В.	Latest property valuation (from R.E. Ta	x Staten	nent):#
		The second of th	n Diatoz	1/6,012
9. cons		e itemize your projected sources of fine pro forma if available):	ancing	for the Project (please include a
	A.	Equity:	\$	116,012 - (10+)
	B.	Bank Loan:		292,637 Est.
	C.	Tax Increment Financing:	\$	92,413 Est.
	D.	Other (itemize):	\$	
		TOTAL	\$	501,262. Est.
10.	Please	set forth your Project schedule.		
	A.	Expected acquisition date (if applicable)	: NF	7
	B.	Demolition start date (if applicable):	VA	
	C.	Construction start date: 9-9	20	10-20-20
	D.	Construction completion date: 13-36	2.10	JAN. 2021
	E.	If project is phased:		
		Year	_% Con	plete
		Year	_% Con	plete

11. Please name any other municipality wherein you, or other entities the applicant has been involved with, has completed developments within the last five years.

GERING LAUNDREMAT

- 12. Tax Increment Financing Request:
 - A. Describe amount and purpose for which Tax Increment Financing is required:

Estimated amount of TIF - # 92,613.

Purpose - to offset construction costs by lowering

B. Statement of necessity for use of Tax Increment Financing:

TIF would allow the project to cash flow Since it would reduce the amount needed to be beereved by bank lending. The Nebrouse property tax rate appropriate to be prohibitive for development of this project as the combined trees, insurance, the bank payment project to be higher than would be firstle for CASh flow Purposes.

		receive tax incentive	file an application with the Nebraska s under the Nebraska Advantage Act for a ct Site?
	Yes	No	
in		lication include, as o	on 12.C is "Yes," does such application one of the tax incentives, a refund of the
<u></u>	Yes	No	
E.	If your answer to q e Nebraska Advantage A		" has the application been approved under
-	Yes	No	
(TIF) are		e best of my knowled	application for Tax Increment Financing lge. I understand that false statements on ineligibility.
submitting upon (1)	this application does	not guarantee a gran	information it deems relevant and that it of TIF. All TIF grants are conditional ies and (2) the execution of a contract
	maintain all project re of Tax Increment Finance		period of five (5) years beginning at final s.
1	lat Amine	TA .	8-5-20
Applicant	Name	Signature	Date
Applicant	Name	Signature	Date

John L. Selzer

From:

Mark Simmons <msimmons 9@hotmail.com>

Sent:

Monday, August 10, 2020 10:51 AM

To:

John L. Selzer

Subject:

Re: TIF

Hi John,

Kelly Strey is emailing you the site plan.

5.A. Laundromat

- B. vacant lot
- E. no changes anticipated
- F. no plan at this time
- G. water service to bld. est. \$4500. existing sewer modifications to main \$3750.

site preparation - \$7500.

exterior concrete - \$68,000.

H. currently one employee at this location, should remain the same after new building

Also, I did not include the land acquisition cost in the TIF application I dropped off to you, but since the land acquisition is TIF eligible, that amount is \$117,500.

Thanks, Mark

From: John L. Selzer < JLSELZER@SIMMONSOLSEN.COM>

Sent: Thursday, August 6, 2020 12:08 PM

To: 'Mark Simmons' <msimmons 9@hotmail.com>

Subject: RE: TIF

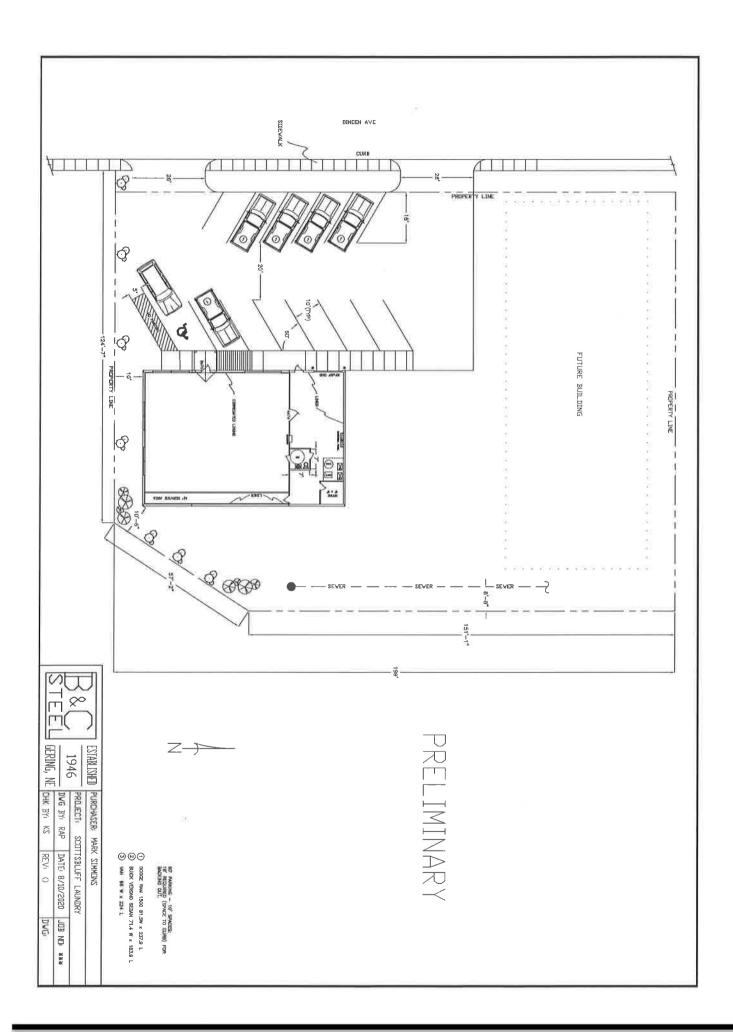
Hi Mark:

I received the application and have scanned it in. You'll need to answer the questions in Section 5 and provide a site plan. If you don't have a formal site plan, we'd at least like a drawing to show the layout of the development. Also, please itemize the site development costs (e.g. site preparation/grading, utilities, etc.) I believe you had mentioned having to move a sewer line. Is that included anywhere?

This will not be on this month's planning commission meeting. First there has to be a CRA meeting. Then it goes to the planning commission and then to the City Council. There are public hearings on the plan at both the planning commission and the City Council and we have to give advance notice of those hearings (notice for two weeks, with the last notice being at least 10 days prior to the hearing). Thus, the earliest we could get this approved is September 21. John

From: Mark Simmons < msimmons_9@hotmail.com>

Sent: Thursday, August 6, 2020 11:15 AM



01034/12/ 1673-14-355-014 02-03-03-01-03-04	Cadastral ID PAD Class Code
www.nebraskaassessorsonline.us	www.nebraskaas
Sline.	

SCOTTS BLUFF COUNTY

Appraisal Property Record Card

(21225)Primary Image Information Marshall & Swift Cost Approach

Situs

MTL COMMODITY CORP PO BOX 369 TORRINGTON, WY 82240

State GEO

1673-14-0-09575-000-0003

Owner

District

71 - SCOTTSBLUFF

1020 - 27TH ST & N SCB

Neighborhood

Legal

LT 2B, KELLEY SUB, REPLAT OF PT TR 34 GOOS TR

10/19/2016 10/08/2010

Inspect Inspect

DS MJN

REVIEW Entered

04/01/2017

Entered

Review Information

Valuation Method Valuation Model

27TH ST & N SCOTTSBLUFF 02 Square Ft

29,003.00 SQ. FEET

Lot Size Lot Information

Lot Value

116,012

Valuation Method

Cost Approach 0

116,012 116,012

Property Valuation

Description File Name Image Date Image ID

010347127.jpg 010347127.JPG 10/19/2016 86282

Income Approach

Improvement

Land/Lot

Scottsbluff

RPBRKDWNI 11/10/19 09:07 PN

Page

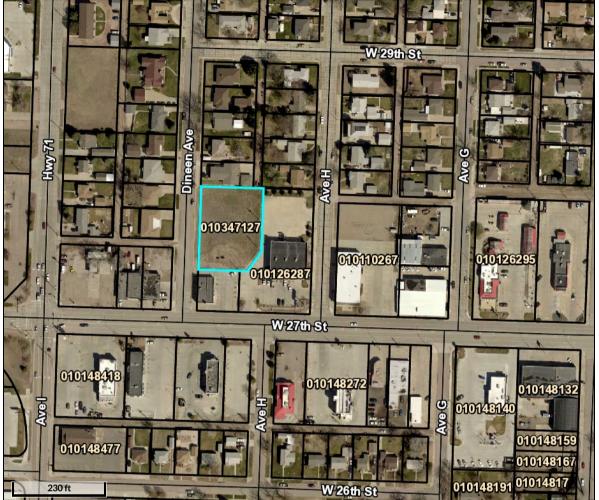
(07/2014

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SCOTTS BLUFF COUNTY Real Estate Breakdown Report

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		0		Improvement		355-014	1673-14-355-014	Cadastral		5 SCOTTSBLUFF	15 S	15	Location / Group	Locati
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e 10 /	Page 1 RPBRKDWNL 11/10/19 09:07 PN	1			~	Real Estate Breakdown Report	Real Estate	c c		15	rsonline.u	aassessors	WIP'S Inc.	NWW
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Overview

Legend

■ Tax Parcels

— Roads

010347127 Owner Address MTL COMMODITY CORP Parcel ID Alternate ID n/a 14/22/55 PO BOX 369 Sec/Twp/Rng Class n/a **TORRINGTON WY 82240 Property Address** Acreage n/a

District n/a

Brief Tax Description LT 2B, KELLEY SUB, REPLAT OF PT TR 34 GOOS TR

(Note: Not to be used on legal documents)

DISCLAIMER: This map measurement's and all associated data are approximate and not to be used for any official purposes. Scotts Bluff County assumes no liability associated with the use or misuse of this information.

Date created: 8/31/2020



COMMUNITY REDEVELOPMENT AUTHORITY, CITY OF SCOTTSBLUFF, NEBRASKA

MTL Commodity Laundromat Project COST-BENEFIT ANALYSIS-*Preliminary* (Pursuant to Neb. Rev. Stat. § 18-2113)

A. Project Sources/Use of Funds: An estimated \$124,815.00 of TIF Revenues are available for this Project. This public investment will leverage approximately \$384,433.00 in private sector investment; a private investment of almost \$3.08 for every TIF dollar invested. Below is a breakdown of estimated costs and expenses of the Project and the use of funds for each. A "TIF Adjustment" is made to show the TIF eligible expenses that will not be covered by TIF, but rather private investment. This breakdown does not account for interest to be paid out of TIF funds.

Description	TIF Fu	ınds (eligible)	Priv	ate Funds	Totals	s
Land Acquisition	\$	117,500.00				
Site Preparation	\$	7,500.00				
Water Service	\$	4,500.00				
Modifications to Sewer Main	\$	3,750.00				
Concrete			\$	68,000.00		
Building			\$	301,500.00		
Plan Preparation/Legal	\$	6,498.00				
Subtotals	\$	139,748.00	\$	369,500.00		
TIF Adjustment	\$	(14,933.00)	\$	14,933.00		
Totals	\$	124,815.00	\$	384,433.00	\$	509,248.00

B. Tax Revenues and Tax Shifts Resulting from the Division of Taxes.

Taxes from base value of the Project Site will be available to the local taxing jurisdictions regardless of the tax increment financing. The current value of the Project Site is \$116,012. Taxes from the current value of the Project Site are approximately \$2,395.00 per year. The local taxing jurisdictions are the City, Scotts Bluff County, Scottsbluff Public Schools, WNCC, ESU 13, and North Platte NRD. The tax increment revenues from this Project will not be available to local taxing jurisdictions for up to 15 years after the effective date of the division of taxes. During those times, the tax increment revenues from the Project Site will be used to reimburse the Redeveloper for the eligible development costs (with interest) necessary for the Project. The estimated average annual tax increment revenues are calculated as follows:

a.	Base Value:	\$116,012.00
b.	Project Completion Value:	\$501,262.00
c.	Tax Increment (b minus a):	\$385,250.00
d.	Estimated Levy:	2.16%
e.	Annual Projected Shift (rounded):	\$ 8,321.00
f.	Total TIF Available (e multiplied by 15)	\$124,815.00

Note: The above figures are based on estimated values, project completion/phasing timelines, and levy rates. Actual values and rates may vary materially from the estimated amounts.

C. Public Infrastructure and Community Public Service Needs Impacts and Local Tax Impacts Arising from Project Approval.

A sewer main under the property will need to be relocated. There are no additional local tax impacts for this sewer relocation.

D. Impacts on Employers and Employees of Firms Locating or Expanding Within the Boundaries of the Redevelopment Project Area.

There is currently one employee working at the Redeveloper's laundromat adjacent to the Project Site. This will remain the same after the Project is completed.

E. Impacts on other Employers and Employees within the City and immediate area located outside the Redevelopment Project Area.

None anticipated.

F. Impacts on Student Populations of School Districts within the City.

None anticipated.

G. Other Impacts.

Local contractor will perform the work.