

Mammoth Lakes Town Council Agenda Action Sheet

Title: Joint agreement regarding Mammoth Community Water District Fee Deferral for Mammoth Lakes Housing Access Apartments Project.

Council Meeting Date: 1/19/2022

Prepared by: Daniel C. Holler, Town Manager

Recommended Motion: Approve fee deferral agreement between the Town, Mammoth Lakes Housing, and the Mammoth Community Water District for the Access Apartments project, subject final legal review.

Summary: Mammoth Lakes Housing (MLH) requested connection and miscellaneous fee deferral from the Mammoth Community Water District (MCWD) in the amount of approximately \$35,000. The fee deferral is part of MLH's ongoing work to secure the overall financing plan for the 11-unit Access Apartment Project located at 238 Sierra Manor Road. The Fee Deferral shall not incur any interest, in exchange for which MLH shall pay the principal amount of the Fee Deferral no later than one year after the Town issues a certificate of occupancy or a maximum term of five years, whichever occurs first. MCWD is requesting that the Town of Mammoth Lakes be a party to the agreement to ensure payment of the fees should MLH be unable to make the payment under the terms of the agreement. Staff is recommending that the Town be a party to the agreement. Should MLH not make the required payment the Town is then obligated to do so. Funding is recommended to be deducted from any future payment to MLH or from annual transient rental tax revenues set aside for housing purposes. The addition of the 11-unit project will provide additional lower income housing for the community. The draft agreement is attached for your review. The agreement is under final legal review and will need to be approved by the other parties as well as the Town.