

Public Purpose/Impact Analysis

City Council/Redevelopment Agency Meeting September 21, 2011

Title of Project: Commercial Visual Improvement Agreement (CVIP) between the LV Redevelopment Agency and Raymond Pistol (Property Owner) and Hostel Cat, Inc. (CVIP Participant & Tenant) (1236 S. Las Vegas Boulevard)

Project Description: Installation of Neon Signage

Sponsor/Developer: Hostel Cat, Inc. (CVIP Participant)

Assistance Provided by: Redevelopment Agency. Total project cost is approximately \$10,915.00. The Agency will reimburse the CVIP applicant up to a maximum of \$5,000.00.

Number of Direct Jobs Created: N/A

Number of Indirect Jobs Created: Employment is based on those trades that will be utilized to complete this project. Trades to be utilized for this project will include electrical and construction.

Number of Direct Jobs Retained: N/A

Pertinent Statutes Used for Public Purpose:

In accordance with NRS 279.486, the CVIP applicant has submitted a signed and notarized Participant Affidavit and Employment Plan which states that without the Redevelopment Agency's assistance, the proposed project would not be completed to a level that would be beneficial to the redevelopment area and the surrounding neighborhood. Any potential job creation opportunities will be advertised within the surrounding neighborhoods for qualified applicants.

How Does the Project Benefit the Public:

The business owner of the Hotel Cat took a condemned motel and invested approximately \$400,000 to create a youth hostel. Due to the condemnation, the business owner brought the property up to current building and safety codes. Another \$250,000 to \$300,000 in investment to install a fire sprinkle and fire alarm system is planned for completion by February 2012.

The property is located within the Las Vegas Boulevard Scenic By-way Overlay District. When a business is looking to install new signage, there is a requirement that 75% of the sign have neon and/or animated lighting. This creates an additional financial burden on business and property owners. Within the surrounding neighborhood, the Redevelopment Agency has assisted five business owners with the exterior renovations and/or signage package.

This project will help stabilize and increase positive economic activity within the surrounding neighborhood and will be a catalyst for additional businesses to participate in the CVIP Program.

Quantitative Economic Benefits:

Approximately \$10,950.00 will be spent to install a new neon sign at the property. Local contractors will be employed to complete those renovations.

Private Investment:

Applicant will be funding this project cost of approximately \$10,950.00 through cash on hand.

Public Investment:

The CVIP Program requires a 1:1 match from the applicant for all pre-approved exterior improvements.

Total Direct Economic Impact:

Not Applicable

Total Indirect Economic Impact:

Not Applicable

Economic Impact Study Performed:

Yes ☐

No ☒

Return on Investment Analysis Performed:

Yes ☐

No ☒