**NOTICE OF PROPOSED ACTION AT PUBLIC MEETING**

Notice is hereby given that during its regular meeting, which will be open to the public and will be held on Monday, January 6, 2025, at 6:00 o’clock p.m., Central Time, in Bay Minette City Hall, Council Chambers, 301 D’Olive Street, Bay Minette, Alabama 36507, the City Council of the City of Bay Minette will consider an ordinance to promote, encourage and support economic development within the City of Bay Minette, Alabama (the “City”). The proposed ordinance will authorize the execution by the City of a Project Development Agreement (the “Agreement”) among the City, The Cooperative District of Bay Minette – Hotel Project (the “District”), and Bay Minette Hotel Group, LLC, an Alabama limited liability company (the “Company”), and the issuance of the City’s Limited Obligation Project Revenue Warrant (the “Warrant”), in evidence of the City’s payment obligations under the Development Agreement. The Company proposes to develop, own and operate a hotel (the “Project”) at a site within the City (the “Hotel Site”). Pursuant to the Agreement, in order to induce the Project, the City will (a) pay to the Company an amount equal to all City sales and use tax proceeds actually received by the City, net of collection costs, with respect to the Company’s purchase of tangible personal property incorporated into the Project, (b) grant the Company a 50% discount on the cost of certain plan reviews, permits, inspections, and like development and permitting charges, (c) to the extent received by the City, remit or cause to be remitted to the Company one-half of the proceeds of a fee, net of collection costs, to be charged by the District in the amount of two percent of the gross proceeds of certain business activities at the Hotel Site, (d) make annual payments to the Company over a period of up to twenty years in amounts equal to the following portions of the proceeds of the City’s lodging tax and sales and use tax received from taxpayers operating at the Hotel Site, net of collection costs: all of such proceeds during the first three years of the operation of the Project; six-sevenths of such proceeds during years four through six; five-sevenths of such proceeds during years seven through ten; and half of such proceeds during years eleven through twenty. The total amount of all payments made and discounts granted to the Company pursuant to the Agreement shall not exceed $2,000,000. The public benefits to be realized through the development and operation of the Project are expected to include (i) increased tax revenues to the City, (ii) increased economic, business and employment opportunities for City residents, and (iii) increased overall quality of life for City residents, and will thereby serve a valid and sufficient public purpose notwithstanding any incidental benefit accruing to the Company or any other private business or person.

City of Bay Minette, Alabama