

ORDINANCE AMENDING THE CASTLE ROCK MUNICIPAL CODE BY PROVIDING A SALES TAX CREDIT AT BRICKYARD

MAY 20, 2025



BACKGROUND

- The Town has been in negotiations with the developer, CD-Acme, LLC, regarding redevelopment of the former Acme Brick Company site at 401 Prairie Hawk Drive and the funding of public infrastructure associated with the redevelopment.
- The Public Finance Agreement addresses the obligations to be incurred by the Town, the Developer, Brickyard Metropolitan District No. 1, and the Castle Rock Urban Renewal Authority with regard to such funding.
- In the Public Finance Agreement, the Town agrees to consider the adoption of the proposed Sales Tax Credit Ordinance.

SALES TAX CREDIT ORDINANCE

- The Sales Tax Credit Ordinance authorizes a sales tax credit of 2.4% (i.e., 60% of the Town's 4% sales tax) on all sales of goods and services subject to Town sales taxes within the Brickyard.
- This credit is conditioned upon the imposition of a corresponding 2.4% public improvement fee on such sales by the Developer.
- The Town has agreed to collect the public improvement fee on the Developer's behalf.
- This arrangement will extend through December 31, 2050. During this time, the Town will collect its remaining 1.8% sales tax, as well as its 6% lodgers' tax on sales of lodging at the proposed hotel.



“I MOVE TO APPROVE ORDINANCE NO. 2025-019 AS INTRODUCED BY TITLE.”

“I MOVE TO APPROVE ORDINANCE NO. 2025-019 AS INTRODUCED BY TITLE, WITH THE FOLLOWING CONDITIONS: _____.”

“I MOVE TO CONTINUE ORDINANCE NO. 2025-019 TO THE TOWN COUNCIL MEETING ON _____.”