

RESOLUTION NO. _____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
CHULA VISTA APPROVING THE TEMPORARY
SUSPENSION OF CITY LICENSE FEES FOR SEVEN MILE
CASINO WHILE IT IS PROHIBITED FROM OPERATING DUE
TO THE COVID-19 PANDEMIC PURSUANT TO SECTION
2.7.2.1.B OF THE CHULA VISTA GAMING PLAN

WHEREAS, under the terms of the City's approved Gaming Plan, Seven Mile Casino is obligated to pay the City a quarterly license fee based on the number of state and locally approved tables; and

WHEREAS, in response to the COVID-19 pandemic, Seven Mile Casino was forced to cease operations on March 15th in compliance with the Governors emergency orders; and

WHEREAS, because they are unable to generate any revenue from ceased operations, Seven Mile ownership has approached the City to request that the license fees be suspended for so long as the casino is not allowed to operate.

WHEREAS, under these unique circumstances, staff is supportive of this request retroactive to April 1, 2020,

WHEREAS, the provisions of Section 2.7.2.1.b of the Gaming Plan, reasonably interpreted, would allow the City to accommodate such a request, without the need to amend the Gaming Plan.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Chula Vista as follows:

1. With respect to the Seven Mile Casino located on Bay Boulevard in Chula Vista, California, commencing April 1, 2020, and continuing for so long as its cardroom operations are prohibited under State or County emergency orders issued in response to the COVID-19 pandemic, the quarterly license fees for Seven Mile Casino otherwise due and payable under the terms of the City's Gaming Plan shall be suspended.
2. Upon the elimination of the above-described State and County prohibitions, the license fee payment requirements under the City's Gaming Plane will immediately resume.
3. Seven Mile Casino's obligation to pay license fees in advance will be prorated from the date such prohibitions are eliminated, until the end of the applicable quarter.

Presented by

Approved as to form by

Eric C. Crockett
Deputy City Manager/
Director of Economic Development

Glen R. Googins
City Attorney