

Massachusetts Gaming Commission 101 Federal Street, 12th Floor, Boston, MA 02110

Appendix C

2018 COMMUNITY MITIGATION FUND

Specific Impact Grant Application BD-18-1068-1068C-1068L-22137



Please complete entire Application

Hampden County Sheriff's Department (HCSD), Ludlow MA

1. NAME OF MUNICIPALITY/GOVERNMENT ENTITY/DISTRICT

Nicholas Cocchi, Sheriff, Hampden County MA

2. NAME AND TITLE OF INDIVIDUAL AUTHORIZED TO COMMIT FUNDS ON BEHALF OF MUNICIPALITY/GOVERNMENTAL ENTITY

627 Randall Road, Ludlow MA 01056

3. ADDRESS OF INDIVIDUAL AUTHORIZED TO COMMIT FUNDS ON BEHALF OF MUNICIPALITY/
GOVERNMENTAL ENTITY

(413)858-0101, Nick.Cocchi@SDH.state.ma.us

4. PHONE # AND EMAIL ADDRESS OF INDIVIDUAL AUTHORIZED TO COMMIT FUNDS ON BEHALF OF MUNICIPALITY/GOVERNMENTAL ENTITY

Christopher Gelonese, Chief Financial Officer, HCSD

5. NAME AND TITLE OF CONTRACT MANAGER RESPONSIBLE FOR HANDLING OF FUNDS ON BEHALF OF MUNICIPALITY/GOVERNMENTAL ENTITY

627 Randall Road, Ludlow MA 01056

6. ADDRESS OF CONTRACT MANAGER RESPONSIBLE FOR HANDLING OF FUNDS ON BEHALF OF MUNICIPALITY/GOVERNMENTAL ENTITY

(413)858-0117, chris.gelonese@SDH.state.ma.us

7. PHONE # AND EMAIL ADDRESS OF CONTRACT MANAGER ON BEHALF OF MUNICIPALITY/GOVERNMENTAL ENTITY

MGM Springfield

8. NAME OF GAMING LICENSEE

1. IMPACT DESCRIPTION

Please describe in detail the impact that is attributed to the construction of a gaming facility. Please provide support for the determination that the construction of the gaming facility caused or is causing the impact.

The Western Massachusetts Correctional Alcohol Center, currently, the Western Massachusetts Recovery and Wellness Center, a regional correctional treatment center in the commonwealth, operated by the Hampden County Sheriff's Department (HCSD) was forced to move after 29 years of operation at 26 Howard Street in Springfield due to this facility being within the physical footprint of the casino.

2. PROPOSED MITIGATION

- a) Please identify the amount of funding requested.
- b) Please identify below the manner in which the funds are proposed to be used.
- c) Please provide documentation (e.g. invoices, proposals, estimates, etc.) adequate for the Commission to ensure that the funds will be used for the cost of mitigating the impact from the construction of a proposed gaming establishment.
- d) Please describe how the mitigation request will address the specific impact indicated. Please attach additional sheets/supplemental materials if necessary.

. This application is being submitted as per the 2018 Community Mitigation Fund BD-18 -1068-1068C-1068L-22137 pages 10/11. The HCSD Specific Impact Grant states "HCSD may apply for fiscal years 2018 and 2019 lease assistance during this 2018 Community Mitigation Fund Application Period. HCSD worked with the Division of Capital Asset Management and Maintenanceto develop the RFP. This was then sent out to bid, and an approved bid was accepted at the new address – 155 Mill Street, Springfield MA. Our original rent at the Howard Street location was \$666,276 including utilities. The lower than market rate rent was due to the length of stay at the original site (29 years). The annual rent at the new site began at \$1,025,000.00 and increases incrementally through year 7 of the 10 year lease. Responding to the state issued RFP, the landford of the current Mill Street property had to complete \$4 million worth of construction to retrofit and complete needed renovations to the location in order for the HCSD to move there. Our budget does not cover this increase. This application is submitted for fiscal year 2018 funds. Due to administrative changes which occurred between January and February 2017 and the swearing in of a new Sheriff into office, HCSD missed the 2017 application deadline. This lease assistance is requested for fiscal year 2018 in the amount of \$400,000.00.

3. CONNECTION TO GAMING FACILITY

Please provide specificity/evidence that the requested funds will be used to address issue or impacts directly related to the gaming facility.

The requested \$400,000 for fiscal year 2019 will be used to supplement funding to pay for the facility lease at 155 Mill Street, Springfield MA. This relocation occurred due to the original facility located on Howard Street, Springfield MA was located in the proposed gaming facility blueprint.

4. IMPACT CONTROLS/ADMINISTRATION OF IMPACT FUNDS

Please provide detail regarding the controls that will be used to ensure that funds will only be used to address the specific impact. If non-governmental entities will receive any funds, please describe what reporting will be required and how the applicant will remedy any misuse of funds.

HCSD will submit quarterly expenditure reports unless earlier reporting is specified by the Massachusetts Gaming Commission. HCSD will strive to meet whatever documentation is required.

5. RELEVANT EXCERPTS FROM HOST OR SURROUNDING COMMUNITY AGREEMENTS

Please describe and include excerpts from any relevant sections of any Host or Surrounding Community Agreement. Please explain how this impact was either anticipated or not anticipated in that Agreement.

The host agreement, signed on April 30, 2013 between the City of Springfield and Blue Tarp Development LLC, addresses displaced tenants in Section J. "The developer will pay displaced tenants at the project site that agree to locate within the City".

CERTIFICATION BY MUNICIPALITY/GOVERNMENTAL ENTITY

On behalf of the aforementioned municipality/governmental entity I hereby certify that the funds that are requested in this application will be used solely for the purposes articulated in this Application.

Signature of Responsible Municipal

Official/Governmental Entity

01/19/2017

Date



THE CITY OF SPRINGFIELD, MASSACHUSETTS

MAYOR DOMENIC J. SARNO HOME OF THE BASKETBALL HALL OF FAME

January 12, 2018

John Ziemba, Ombudsman Massachusetts Gaming Commission 101 Federal Street, 23rd Floor Boston, MA 02110

Dear Attorney Ziemba:

As Mayor of the host city for the MGM Springfield Casino, I am writing in full support of the application of Sheriff Nicholas Cocchi on behalf of the Hampden County Sheriff's Department (HCSD) for mitigation funding.

The Western Massachusetts Correctional Alcohol Center was in the footprint of the casino and was displaced, forcing relocation to a permanent address of 155 Mill Street in the city. With the new facility, the name was updated to become the Western Massachusetts Recovery and Wellness Center (WMRWC). The name change reflects the evolved mission of WMRWC as they treat offenders with various substance use disorder related issues. HCSD uses an integrated model of education, treatment, and recovery to address these addictions. This program is highly respected throughout the Commonwealth of Massachusetts.

As Mayor of this great city, I have personally seen the benefit we receive from the community service restitution program that the residents of WMRWC engage with as part of their rehabilitation. Furthermore, this program continues to be a tool for fighting crime in our community. No other forced move due to the casino creation threatened such a vital public service which is performed at WMRWC.

It is my opinion that Sheriff Nick Cocchi's application requesting \$400,000 for fiscal year 2018 and \$400,000 for fiscal year 2019 for mitigation is warranted and needed. I am pleased to see the Massachusetts Gaming Commission Local Community Mitigation Advisory Committee agreed to allow HCSD to apply for both fiscal years and we fully support the endeavor to support the lease assistance of WMRWC. Thank you for your time and attention on this matter.

Respectfully,

Domenic Sarno

Mayor



February 22, 2015

By Email (john.s.ziembo@state.ma.us)

John Ziemba, Ombudsman Massachusetts Gaming Commission 101 Federal Street, 23rd Floor Boston, MA 02110

Re: 2015 Community Mitigation Fund Application of the Hampdon County Sheriff

Dear Mr. Ziemba:

Please accept this letter in response to your request that Blue Tarp reDevelopment, LLC ("MGM") review and comment on the Hampden County Sheriff's application for a grant in the amount of \$4 million to reduce the rent obligation in connection with the Sheriff's relocation of the Western Massachusetts Correctional Alcohol Center (WMCAC), which is presently located on MGM's project site and must relocate (the "Sheriff's Application").

MGM fully supports the Sheriff's Application. As the Sheriff has indicated, the WMCAC is a very important program which has been widely recognized as a model correctional substance abuse treatment center over its nearly three decades of operations. Sheriff Ashe righty deserves praise for his efforts and success with this program.

As you are aware, MGM has been working very closely with the Sheriff's Department, DCAMM and the Commission to address the relocation of the WMCAC. Though not required under the Host Community Agreement with the City of Springfield, MGM has spent significant time, resources and money, including direct payments of nearly \$600,000, in an effort to preserve the Sheriff's preferred relocation site. It is crucial to our ability to stay on time and on budget that the Sheriff vacate the premises at 26 Howard Street to allow us to commence remediation and demolition preparation in April.

It is our understanding that because (i) the Sheriff's rent for the WMCAC facility at 26 Howard Street has been well below market for years based on longstanding support of the prior landlord and (ii) any new location will require costly improvements associated with the modern security and surveillance requirements of a correctional facility, the Sheriff will likely face an annual rent increase (inclusive of utilities cost) in excess of \$1 million annually. MGM understands that this presents a challenge for the Sheriff and the Commonwealth. The Sheriff is effectively requesting \$500,000 per year to offset this rent Increase, either in the form of an upfront grant or a continuing ten year annual grant to be repaid at the end of the ten years. His request is reasonable and understandable. MGM supports this request.

MGM's full support of the Sheriff's Application notwithstanding, I must address the repeated statement made in the Sheriff's Application that it would be "grossly unfair and unacceptable" for the WMCAC "to be put out of existence to make room for a casino, without appropriate

MGM Springfield Community Office 1441 Main Street Suite 137 Springfield, MA 01103 413-735-3000 mitigation." Of course, no one is suggesting that the WMCAC should be put out of existence. MGM has long recognized the importance of the WMCAC and, as a result, has worked tirelessly with the Sheriff and the Commonwealth to assist the Commonwealth in addressing its need to relocate this state facility to allow MGM's state-licensed casino development to timely open and accomplish the legislative objective of generating thousands of jobs, spin-off economic development and millions in tax revenues for the ditzens of the Commonwealth. The Commonwealth, through the Legislature and the voters, has overwhelmingly endorsed and supported casino gaming as an economic development engine and form of entertainment appropriate and desirable in Massachusetts. Any implication that, because MGM's project involves casino gaming, the analysis surrounding the relocation of the WMCAC and the need for mitigation funding should be any different is misplaced.

Thank you for the opportunity to review and comment upon the above-referenced application. Should you have any questions or require any additional information, please do not hesitate to contact me.

Sincerely,

Michael Mathis

President

cc: Rick Day, Executive Director, Massachusetts Gaming Commission (by email)
Michael J. Ashe, Jr., Hampden County Sheriff (by mail)

THIS OFFICIAL FORM MUST NOT BE ALTERED. ALL MODIFICATIONS MUST BE MADE BY SEPARATE RIDER.

COMMONWEALTH OF MASSACHUSETTS OFFICE LEASE

1. SUBJECT MATTER AND TABLE OF CONTENTS

1.1 Subject Matter

Each of the references in this Lease to any of the following subjects incorporates the data stated for that subject in this § 1.1 and, unless defined elsewhere in this Lease, constitutes the definition of the listed subject.

DATE OF LEASE:

LANDLORD:

Mill Street Iconic, LLC

ADDRESS OF LANDLORD:

118-35 Queens Blvd, suite 400 Forest Hills, New York 11375

LANDLORD'S REPRESENTATIVE:

Name: Jeremie Lederer Address: Mill Street Iconic, LLC 118-35 Queens Blvd, suite 400 Forest Hills, New York 11375

and/or such other persons as Landlord

designates from time-to-time

TENANT:

The Commonwealth of Massachusetts acting by and through the Commissioner of its Division of Capital Asset Management and Maintenance (DCAMM) of the Executive Office for Administration and Finance on behalf of the User Agency, Hampden County Sheriff's

Department

ADDRESS OF TENANT:

Division of Capital Asset Management and

Maintenance

One Ashburton Place, 15th Floor Boston, Massachusetts 02108-1518

TENANT'S REPRESENTATIVE:	Name: Martha Goldsmith, Director DCAMM, Office of Leasing Address: One Ashburton Place, Room 1411 Boston, Massachusetts 02108 and/or such other persons as Tenant designates from time-to-time, as set forth in § 4.4
USER AGENCY:	Hampden County Sheriff's Department
ADDRESS OF USER AGENCY:	627 Randall Road Ludlow, Massachusetts, 01056
USER AGENCY'S REPRESENTATIVE:	Name: William Christofori Address: 627 Randall Road Ludlow, Massachusetts, 01056 and/or such other persons as User Agency designates from time-to-time, as set forth in § 4.4
BUILDING (ADDRESS):	155 Mill Street Springfield, Massachusetts 01108
PREMISES:	Floor(s): Entire Building within the Building as shown in Exhibit A, together with all of the Landlord's Improvements (as defined in § 4.1) made within the Premises pursuant to the provisions of this Lease.
USABLE AREA OF PREMISES:	Program Space: 49,005 square feet
RESERVED PARKING SPACES:	Number: 38 Location: On premises
PERMITTED USES:	Subject to the provisions of § 6.1, Tenant must use the Premises for the following purposes: Residential Correctional Facility, Classrooms and Associated Administrative Offices
TERM:	The Term begins on the Date of Occupancy, as defined in § 3.2, at 12:01 a.m., and continues until 11:59 p.m. of the date immediately preceding the tenth anniversary of the Date of Occupancy.

BUSINESS DAY:

"Term" includes the Term, unless otherwise expressly stated. "Expiration Date" means the last day of the Term, and includes any effective date of termination of this Lease, unless otherwise indicated.

Unless otherwise provided by this Lease, "business day" means any day other than Saturday, Sunday, or a designated holiday of the Commonwealth of Massachusetts on which the offices of the Commonwealth of Massachusetts are closed, whether throughout the Commonwealth of Massachusetts or only in Suffolk County.

BASE RENT FOR TERM:

Year One:	\$ 20.92 \$ N/A	per year in monthly installments of \$85,416.67 per square foot for office space per square foot for storage space per parking space per year
Year Two:	\$ 21.32 \$ N/A	per year in monthly installments of \$ 87,083.33 per square foot for office space per square foot for storage space per parking space per year
Year Three:	\$ 21.76 \$ N/A	per year in monthly installments of \$88,867.50 per square foot for office space per square foot for storage space per parking space per year
Year Four:	\$ 22.20 \$ N/A	per year in monthly installments of \$ 90,644.83 per square foot for office space per square foot for storage space per parking space per year
Year Five:	\$ 22.64 \$ N/A	per year in monthly installments of \$ 92,457.75 per square foot for office space per square foot for storage space per parking space per year
Year Six:	\$ 23.09 \$ N/A	per year in monthly installments of \$ 94,306.92 per square foot for office space per square foot for storage space per parking space per year
Year Seven:	\$ 23.56 \$ N/A	per year in monthly installments of \$ 96,193.00 per square foot for office space per square foot for storage space per parking space per year

Year Eight:	\$1,154,316.00	per year in monthly installments of \$ 96,193.00
	\$ 23.56	per square foot for office space
		non aguara foot for atomora angos

N/A per square foot for storage space0.00 per parking space per year

Year Nine: \$1,154,316.

\$1,154,316.00 per year in monthly installments of \$ 96,193.00

\$ 23.56 per square foot for office space \$ N/A per square foot for storage space \$ 0.00 per parking space per year

Year Ten:

\$1,154,316.00 per year in monthly installments of \$ 96,193.00

\$ 23.56 per square foot for office space \$ N/A per square foot for storage space \$ 0.00 per parking space per year

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Landlord and Tenant have executed multiple counterparts of this document, under seal in accordance with the laws of the Commonwealth of Massachusetts, Tenant having done so by the Commissioner of the Division of Capital Asset Management and Maintenance, who was joined by an authorized representative of the User Agency as an adjunctive signatory, neither of whom incurs any personal liability as a result of such signature.

LANDLORD:	MILL STREET ICONIC, LLC
By:	JEREMIE LEDERER
Title:	MANAGER
TENANT:	COMMONWEALTH OF MASSACHUSETTS ACTING BY AND THROUGH THE COMMISSIONER OF ITS DIVISION OF CAPITAL ASSET MANAGEMENT AND MAINTENANCE
By: Carol W. Glads complied with a described in this	stone, Commissioner, who certifies, under penalties of perjury, that she has fully the advertising requirements of G. L. c. 7C, § 36, in connection with the property document.
USER AGENCY:	HAMPDEN COUNTY SHERIFF'S DEPARTMENT
By: Mich Printed Name: Mich Title: Sheef	ceel). Ciche, S., MAEL J. AShE, JR. I. HAMP den Co
Approved as to Matte	ers of Form:
Peter A. Wilson, Dep	
Division of Capital P	Asset Management and Maintenance

RIDER TO LEASE

DATE OF LEASE:

LANDLORD:

Mill Street Iconic, LLC

TENANT:

The Commonwealth of Massachusetts acting by and through the Commissioner of its Division of Capital Asset Management and Maintenance (DCAMM) of the Executive Office for Administration and Finance on behalf of the User Agency,

HAMPDEN COUNTY SHERIFF'S DEPARTMENT.

BUILDING (ADDRESS): 155 Mill Street, Springfield, Massachusetts 01108

PREMISES:

155 Mill Street, Springfield, Grade level plus three floors within the Building as shown in Exhibits A, together with all of the Landlord's Improvements (as defined in § 4.1) made within the Premises pursuant to the provisions of this Lease.

Modify this Lease as follows:

- 1. Any references in this Lease to Exhibit A-1 Landlord's Measured Drawings of the Premises and Exhibit B Schematic Space Plan are inapplicable.
- 2. Substitute the following for §§ 2.2 (a) and 2.2 (b): "For the purpose of this Lease "Usable Area" means The Entire Building."
- 3. In § 4.1, substitute "Exhibit A: "for "the Schematic Space Plan attached as Exhibit B."
- 4. In § 4.2 (e), substitute "Exhibit A" for each reference to Exhibit B.

THE REMAINDER OF THIS PAGE IS INTENTIONALLY LEFT BLANK.

Landlord and Tenant have executed multiple counterparts of this document, under seal in accordance with the laws of the Commonwealth of Massachusetts, Tenant having done so by the Commissioner of the Division of Capital Asset Management and Maintenance, who was joined by an authorized representative of the User Agency as an adjunctive signatory, neither of whom incurs any personal liability as a result of such signature.

LANDLORD:	MILL STREET ICONIC, LLC
Ву:	JEREMIE LEDERER
Printed Name; Title:	340,114 5
TENANT:	COMMONWEALTH OF MASSACHUSETTS ACTING BY AND THROUGH THE COMMISSIONER OF ITS DIVISION OF CAPITAL ASSET MANAGEMENT AND MAINTENANCE
By: Carol W. Gladstone, Commissioner, who certifies, under penalties of perjury, that she has fully complied with the advertising requirements of G. L. c. 7C, § 36, in connection with the property described in this document.	
USER AGENCY	HAMPDEN COUNTY SHERIFF'S DEPARTMENT
By: Miche	cul). ache Jr.
Printed Name: Mich As l J. Ash E, JK, Title: Sher, ff, 14 Any Slen Co.	
Approved as to M	atters of Form:
-	
	Deputy General Counsel I Asset Management and Maintenance

Ten-Year Office Lease

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February 2014

COMMONWEALTH OF MASSACHUSETTS EXECUTIVE OFFICE FOR ADMINISTRATION AND FINANCE DIVISION OF CAPITAL ASSET MANAGEMENT AND MAINTENANCE OFFICE OF LEASING AND STATE OFFICE PLANNING

CERTIFICATE OF COMPLIANCE WITH EXECUTIVE ORDER NO. 481