

RIVERSIDE REWARDS PROGRAM

Community & Economic Development

City Council

December 9, 2025

RiversideCA.gov

BACKGROUND

Riverside faces growing competition that impacts local business vitality:

- 1. Retail leakage to online and regional competitors.
- 2. Visibility challenges for small, independent businesses.
- 3. Need to boost resident confidence in choosing local options.



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BACKGROUND: PILOT OVERVIEW

Riverside Rewards provides a digital cash-back incentive to shop local:

- 1. Built on the BluDot Open Rewards platform.
- 2. Reward fund of \$50,000 to support up to 500 local businesses.
- 3. Launch times with Holiday Season Campaigns.



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DISCUSSION: HOW IT WORKS

- Residents download the Open Rewards app
- 2. Shop at 500 participating Riverside businesses
- 3. Earn rewards automatically and redeem them citywide
- App tracks spending and provides City with dashboards and impact data





DISCUSSION: REWARD STRUCTURE

- 1. 10% rewards during launch day
- 2. 5% ongoing rewards during the pilot
- 3. Rewards paid from the City's \$50,000 Rewards Fund.
- 4. User & Business caps ensure equitable distribution of rewards.

Proven Results Across CA

Lancaster

\$30,000 City investment → \$600,000 in local spending

• **≥** 20× ROI

Orange

\$40,000 City investment → \$784,000 in local spending

III 19x ROI



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DISCUSSION: PARTICIPATION & EQUITY

- 1. 500 independent, local small businesses during annual program
- 2. Prioritized retail, cafes, restaurants, wellness categories
- 3. Excluded chains, liquor stores, smoke shops
- 4. Balanced distribution across all seven wards
- 5. Holiday Season Campaigns include Hot Chocolate Trail and in-app Holiday Gift Guide.



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RECOMMENDATIONS

That the City Council:

- 1. Approve the Riverside Rewards App Pilot Program; and
- 2. Authorize the City Manager to execute the agreement and rewards budget not to exceed \$50,000.



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