

COUNCIL COMMUNICATION

	Number:	22-076	Meeting:	March 7, 2022
	Agenda Item:	23	Roll Call:	22-0312
	Submitted by:	Erin Olson-Douglas, Development Services Department Director		

AGENDA HEADING:

~~Approval of 22 tax abatement applications for work completed in 2021.~~ Approval of 15 tax abatement applications for work completed in 2021.

SYNOPSIS:

Recommend approval of ~~22~~ 15 tax abatement applications for work completed in 2021.

FISCAL IMPACT:

Amount: Abating total estimated value of ~~\$52,768,447~~ \$15,092,417.

Funding Source: Property taxes will be generated from the value of building improvements as abatement ends.

ADDITIONAL INFORMATION:

Eight (8) of the tax abatement applications were timely filed by the February 1, 2022 deadline. City staff recommends City Council approve these applications for the building improvements existing on January 1, 2022. Of the tax abatement applications, ~~14~~ seven (7) were not timely filed by the February 1, 2022 deadline. Because these ~~14~~ seven (7) applications were filed after the deadline, but within the 2-year grace period, the City Council shall approve such late filed applications by resolution, subject to review by the County Assessor, if it finds (a) the projects are located in a designated urban revitalization area; (b) the improvements were made during the time the area was so designated; and (c) the projects are in conformance with the urban revitalization plan for such area. Because the projects meet the criteria described above, City staff recommends that City Council approve the late filed tax abatement applications for the building improvements existing on January 1, 2022.

Abatement Schedule		Total Applications	Total Estimated Value
1	10-year 115% residential rehab	1	\$ 18,000
2A	5-year declining commercial/industrial	1	\$ 250,000
3	3-year 100% commercial/industrial	1	\$ 33,646,030
4A	10-year 100% residential rehabilitation	6	\$ 435,991
4D	10-year declining new residential	6	\$ 13,828,426
4E	6-year declining new residential	1	\$ 560,000
Total =		22	\$ 52,768,447
Total =		15	\$ 15,092,417

PREVIOUS COUNCIL ACTION(S):

Date: February 21, 2022

Roll Call Number: [22-0229](#)

Action: [Approving](#) 155 tax abatement applications for the additional value added by improvements completed during 2021. ([Council Communication No. 22-064](#)) Moved by Gatto to adopt and approve the timely and the late filed applications for the total number of years in the applicable exemption schedule, with the schedule to commence with the taxes payable in FY2022/23. Second by Boesen. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

Approval of additional eligible tax abatement applications received.

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