



Council Communication

Office of the City Manager

Date

February 23, 2009

Agenda Item No. 20
Roll Call No. 09-
Communication No. 09-125
Submitted by: Larry Hulse, Community
Development Director

AGENDA HEADING:

Approval of two (2) tax abatement application for improvements to property located at 1701 Gillette Street completed in 2005 and 2521 Kingman Blvd completed 2003.

SYNOPSIS:

Approval of the application to apply prospectively as provided by Iowa Law for the number of years remaining since the application was not timely filed within the two year time period allowed to receive full abatement for the improvements.

FISCAL IMPACT:

Amount: N/A

Funding Source: N/A

Taxes are generated in the first year from the land value, but the improvement value will be forth coming when the \$81,302 comes on the tax rolls after abatement ends.

ADDITIONAL INFORMATION:

There is only a two-year grace period in which an applicant can file for tax abatement without losing time from the maximum time abatement is allowed. The applicants did not timely file the abatement applications until this year and therefore each can only receive abatement for the number of years remaining on the schedule chosen. Therefore, the applications should be approved only for the time remaining on their chosen abatement schedule.

PREVIOUS COUNCIL ACTION(S):

Date: February 9, 2009

Roll Call Number: 09-179

Action: Approving 183 Tax Abatement applications for the additional value added by improvements made during 2008. (Council Communication No. 09-052)

) Moved by Vlassis to adopt. Motion Carried 7-0.

Date: December 22, 2008
Roll Call Number: 08-2192
Action: Approving 129 Tax Abatement applications for the additional value added by improvements made during 2008. (Council Communication No. 08-738) Moved by Vlassis to adopt. Motion Carried 7-0.

Date: November 10, 2008
Roll Call Number: 08-1952
Action: Approving 146 Tax Abatement applications for the additional value added by improvements made during 2008. (Council Communication No. 08-667) Moved by Mahaffey to adopt. Motion Carried 5-2.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

The tax abatement program on new improvements currently ends on December 31, 2011, unless the City Council extends the program beyond that date. Any application received by February 1, 2012, and approved by the City Council will receive abatement for the number of years applied for. It is anticipated that there will be numerous submittals of tax abatement applications on a yearly basis until the program ends.

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