


COUNCIL COMMUNICATION

	Number:	23-129	Meeting:	March 6, 2023
	Agenda Item:	13	Roll Call:	23-0290
	Submitted by:	Michael Ludwig, Interim Development Services Director		

AGENDA HEADING:

Approving tax abatement applications for the additional value added by improvements completed in 2021 (1) and 2022 (70).

SYNOPSIS:

Recommend approval of one (1) tax abatement application for work completed in 2021 and 70 tax abatement applications for work completed in 2022.

FISCAL IMPACT:

Amount: Abating total estimated value of \$86,025,822.

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

ADDITIONAL INFORMATION:

- One (1) tax abatement application was not timely filed by the February 1, 2022, deadline to be applied to the value added during 2021. Because this application was 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 Polk 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.
- Of the tax abatement applications, 70 were timely filed by the February 1, 2023, deadline to be applied to value added in 2022. City staff recommends City Council approve these applications for the building improvements added during 2022.

Abatement Schedule	Total Applications	Total Estimated Value
10-RF, 10-year 100%	15	\$12,508,766
10-RD, 10-year declining	6	\$32,621,334
10-CD, 10-year declining	4	\$15,320,811

09-RD, 9-year declining	6	\$7,397,211
08-RD, 8-year declining	2	\$520,000
06-RD, 6-year declining	38	\$17,657,700
Total=	71	\$86,025,822

PREVIOUS COUNCIL ACTION(S):

Date: February 20, 2023

Roll Call Number: [23-0211](#)

Action: [Approving](#) eighty-five (85) tax abatement applications for the additional value added by improvements completed in 2022. ([Council Communication No. 23-099](#)) Moved by Gatto to adopt and to approve the 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 Voss. 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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