City Clerk City of Marshall 344 West Main St. Marshall, MN 56258

We are requesting a tax abatement on our new construction house at:

504 Elizabeth St Marshall, MN 56258

Lot Two (2), Block Seven (7), Carr Subdivision I to the City of Marshall, Lyon County, Minnesota

Sincerely, Darren and Melissa Fransen

# City of Marshall

# Tax Abatement Policy for New Construction of Single and Multi-Family Homes

#### Intent

The purpose of the City of Marshall Tax Abatement Policy for New Construction of Single and Multi-Family Homes (of 12 units or less) is to provide incentives in Marshall to encourage the construction of new owner occupied and residential rental housing units and increase the value of the future tax base for Marshall taxpayers.

#### **Duration**

This policy is in effect from July 24th, 2018, to December 31, 2022, and may be modified or rescinded at any time by the Marshall City Council.

#### **Tax Abatement Authority**

Minnesota Statute § 469.1813 grants a political subdivision the authority to abate property taxes.

#### **Eligible Participants**

Any person or entity who constructs a new single-family home, duplex, or multi-family complex consisting of 12 units or less, and who files application material and seeks formal approval from the City of Marshall between July 24, 2018, and December 31, 2022, may be eligible to receive a tax abatement of the City's increased real estate taxes as a result of building newly constructed housing or a home, for a period of two (2) years provided all of the following are met:

- 1. Property is located within the City of Marshall and zoned and permitted properly for the proposed development project.
- 2. The applicant has not and will not receive other local public financial assistance such as Tax Increment Financing (TIF) or any other forms of incentive that are prohibited by state statute to be used with Tax Abatement.

  However, this program will coordinate with other local government tax abatement programs (ex. Lyon County)
- 3. Project is built to building codes adopted at the time building permit is obtained.
- 4. Property taxes are current and paid on time and in full.
- 5. Program approval is obtained for building permits pulled after July 24, 2018.

Each abatement application will be individually considered by the Marshall City Council. The city council reserves the right to accept or reject any application for any reason. When an abatement is approved, the <u>city portion</u> of annual real estate taxes will be returned via a single payment made to the taxpayer of record as of December 1<sup>st</sup> to be issued by December 30<sup>th</sup> for that calendar year.

The abatement period will begin two taxes payable years following the year of application, or not more than two years following approval of the taxing authority's resolution, whichever is first, and shall continue for two (2) years. Example: If an application is made in 2018, then 2021 would be the first year the owner of record as of December will receive an abatement check. The following is an example of a time timeline for tax abatement if an application was made in 2018:

Year 1	Application Year	2018	Application made = house 50% complete, improvements will be reflected on EMV as of 1/2/2019	Taxes due on vacant lot (1/2/2017 EMV)
Year 2	Build and partial valuation	2019	House is 100% Complete = house completed during this year = improvements will be reflected on EMV as of 1/2/2020	Taxes due on vacant lot (1/2/2018 EMV)
Year 3	Build and partial valuation	2020	House is 100% complete	Taxes due on 50% completion (1/2/2019 EMV)
Year 4	100% of City portion	2021	House is 100% complete	Taxes due on 100% -1st year of abatement (1/2/20 EMV)
Year 5	100% of City portion	2022	House is 100% complete	Taxes due on 100% - 2 <sup>nd</sup> year of abatement (1/2/2021 EMV)

The abatement will transfer with the sale of the property for the balance of the two-year abatement period. \*The maximum abatement amount any individual property can receive over 2 years is \$20,000.

This abatement does not apply to, or include, existing and/or new special assessments to the property.

#### **Application Procedure**

Statute requires the City to approve each abatement application. Thus, all applications will be considered on a "first come - first served" basis.

A complete application for Abatement shall consist of:

- An application requesting abatement for eligible projects addressed to the City of Marshall City Clerk and remittance of an application fee, (application attached)
- Legal description of the subject property, including address and property identification number.
- A site plan and construction plan for the proposed project.
- A copy of the building permit.

Applications are to be submitted to the City of Marshall City Clerk. The City Clerk will forward the completed application to the City Council for consideration. The City Council shall schedule a date for a public hearing on the abatement request(s) pursuant to Minn. Stat. § 469.1812 to § 469.1815 to receive input on each abatement request and shall pass a resolution to approve or deny said application.

The City is solely responsible for its share of property tax abatements and this policy does not allow the City to abate County, Township or School District property taxes.

#### **Final Statement**

From a valuation and timing standpoint, the intent is to provide the maximum amount of abatement for two years. This means that if a home is only at partial value, they could pay the partial value, and wait until the full calendar year of full valuation to maximize the benefit received. Staff will work to accommodate this.

**Application Review and Approval Process** shall be followed as specified in Tax Abatement Policy as specified herein.

Property Information:			
Location: SUY Elizabeth St Section: O Township: O Legal Description: Lot 2, Block (attach if needed) Parcel Width: 102 (feet) Leng	Access Road: Range: O Property Ide  7. Carr Sabdite  gth: 154 (feet) A	entification Number: 27-143 1.5.00.1, City of Marson	3087-0 hall Lyè Mian
Applicant Information:  Applicant Name: Darren France Mailing Address: 504 Elizabeth Applicant Signature: Eliter Ja	sen Phone: 605-, 1 St, Marshall,	261-6890 MN, 56258	
Owner Information:	/ ~ 2	12/11/an	
Owner Name: Damen Fransen Mailing Address: SUY Elizabeth Owner Signature: Dalla Yilla Contractors or Contract for Deed Holders Company Information:	Phone: 605 2 5+ Morshall, M - owner must sign the application	cation. $(w)$	
*	D.		
Owner Name: Location:		Fax:	
Type of Company:			
Please attach the following documentation:			
<ul> <li>Map or site plan, prepared by an arc the size and location of the building</li> <li>Written narrative describing the p information (parking capacity, vehice market value.</li> <li>A statement identifying the public b and other community benefits.</li> <li>Statement showing the private investing the private investing passion.</li> <li>Application Fee (please see City of the other information as requested.</li> </ul>	g(s) and parking areas.  project, the size and type of the counts, traffic flow, peder  penefits of the proposal, inclusted in the proposal in the proposal in the proposal in the proposal in the performance and proformance	of building(s), business type and strian facilities), project timing, and adding estimated increase in proper timent dollars for the project as future projections for the project	use, trafficend estimated

Return Completed Applications to:

City Clerk
City of Marshall
344 West Main St.
Marshall, MN 56258



# CITY OF MARSHALL 344 WEST MAIN MARSHALL, MN 56258-1313

\* 2 0 2 0 - 0 0 2 9 8 \*

DATE ISSUED:07/15/2020

# BUILDING PERMIT

(507) 537-6773 FAX: (507) 537-6830

PERMIT NUMBER

2020-00298

**ADDRESS** 

504 ELIZABETH ST

PIN

27-143087-0

LEGAL DESC

CARR SUBDIVISION 1

PERMIT TYPE

BUILDING

PROPERTY TYPE

SINGLE FAMILY

CONSTRUCTION TYPE

: NEW BUILDING

**VALUATION** 

: \$ 225,000.00

NOTE: NEW BUILDING -

APPLICANT				
ACE HOME & HARDWARE				
500 N. HIGHWAY 59				
PO BOX 831				

MARSHALL, MN 56258

(507) 532-3296

**OWNER** 

CARR, JAMES C PO BOX 1215

MARSHALL, MN 56258-0000

PERMIT FEE

PLAN REVIEW RESIDENTIAL STATE SURCHARGE BLDG VAL

527.89 112.50

TOTAL.

2,148.64

1,508.25

Payment(s)

CREDIT CARD

0661

1105

2,148.64

#### **AGREEMENT**

All provisions of law and ordinances governing this type of work shall be complied with whether specified herein or not. Separate application must be secured for plumbing work and all electrical work must be inspected by the State Electrical Inspector.

No work shall begin until the Building Permit is signed and issued by the Building Official.

PERMIT: In consideration of the statements and representations made in the above application filed with the Office of the City Engineer, Marshall, Minnesota, this Permit is hereby granted to the applicant. This Permit is granted upon the expressed conditions that said owner and his agents, workmen and employees shall comply in all respects with the ordinances and regulations of the City of Marshall and the State of Minnesota. The granting of a permit does not give authority to violate any provisions of State or Local Law regulating building. Not all deficiencies in documents may have been addressed and/or noted and that shall not be construed as an approval of such code deficiencies. Review for code compliance will continue during inspections as construction progresses. This Permit expires if work is not commenced within 180 days or if work is suspended for 180 days.

Building Official



# CITY OF MARSHALL 344 WEST MAIN

MARSHALL, MN 56258-1313 (507) 537-6773 FAX: (507) 537-6830



DATE ISSUED: 06/29/2020

### DRIVEWAY PERMIT

PERMIT NUMBER

2020-00297

ADDRESS

504 ELIZABETH ST

PIN

27-143087-0

LEGAL DESC

**CARR SUBDIVISION 1** 

PERMIT TYPE

DRIVEWAY

: N/A

PROPERTY TYPE

SINGLE FAMILY

**CONSTRUCTION TYPE** 

APPLICANT				
ACE HOME & HARDWARE				
500 N. HIGHWAY 59				
PO BOX 831				
MARSHALL, MN 56258				
(507) 532-3296				
Manual Control of the				

#### **OWNER**

CARR, JAMES C PO BOX 1215

MARSHALL, MN 56258-0000

#### **AGREEMENT**

Driveway and / or sidewalk shall be constructed to conform to the regulations and standards of the State of Minnesota and the City of Marshall including ADA requirements and any special provisions required by the City Engineer. Gopher State One Call shall be contacted at 800-252-1166 before any excavation begins. An applicant will be responsible for replacement of the right-of-way to its original condition and arrangement for inspection by the City Engineer. The owner will forfeit a deposit if repairs are not completed in compliance with the City and State law.

300.00 DRIVEWAY DEPOSIT DRIVEWAY INSPECTION FEE 50.00 TOTAL 350.00

Payment(s)

CREDIT CARD 0661 1105

In consideration of the statements and representations made in the above application filed with the Office of the City Engineer, Marshall, Minnesota, this Permit is hereby granted to the applicant. This Permit is granted upon the expressed conditions that said owner and his agents, workmen and employees, shall comply in all respects with the ordinance and regulations of the City of Marshall, and the State of Minnesota.

City Approval

, City EAGLAXI, Date \_\_\_\_

350.00



# CITY OF MARSHALL 344 WEST MAIN

MARSHALL, MN 56258-1313 (507) 537-6773 FAX: (507) 537-6830



DATE ISSUED: 06/29/2020

## LAND DISTURBANCE PERMIT

PERMIT NUMBER

2020-00299

ADDRESS

504 ELIZABETH ST

PIN

27-143087-0

LEGAL DESC

**CARR SUBDIVISION 1** 

PERMIT TYPE

LAND DISTURBANCE

PROPERTY TYPE

SINGLE FAMILY

CONSTRUCTION TYPE

: N/A

LAND DISTURBANCE FEE

APPLICANT	LAND DISTURBANCE FEE		35.00
		TOTAL	35.00
ACE HOME & HARDWARE 500 N. HIGHWAY 59 PO BOX 831	Payment(s) CREDIT CARD 0661	1105	35.00

#### **OWNER**

CARR, JAMES C PO BOX 1215

(507) 532-3296

MARSHALL, MN 56258

MARSHALL, MN 56258-0000

#### AGREEMENT

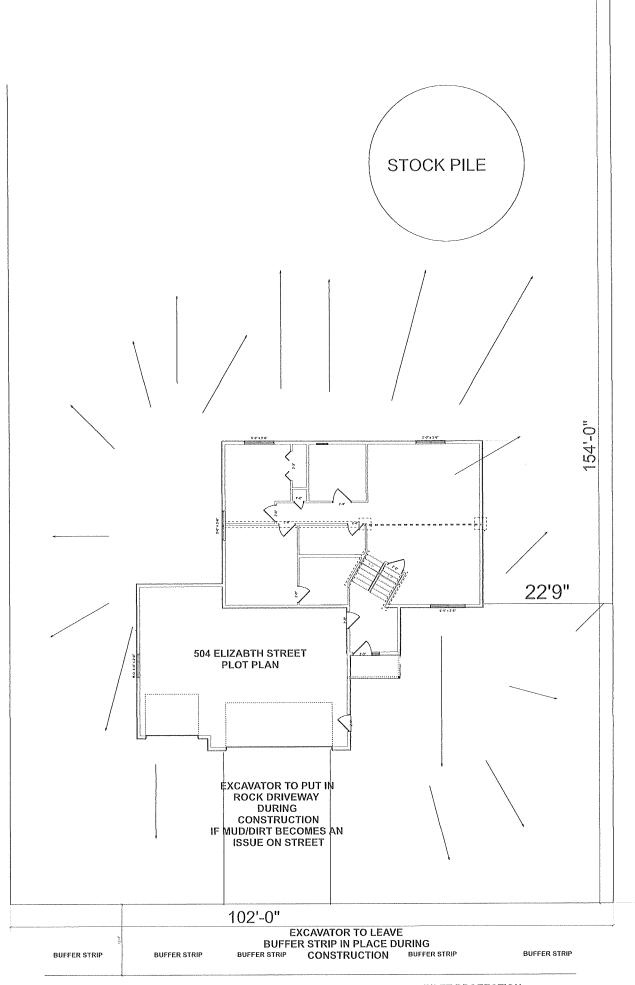
All provisions of law and ordinances governing this type of work shall be complied with whether specified herein or not. Separate application must be secured for construction work and all building work must be inspected by the City Building Inspector.

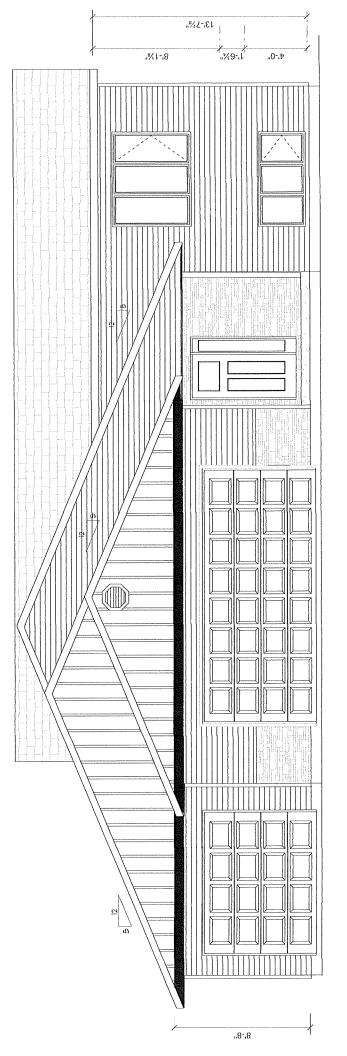
No work shall begin until the Land Disturbance Permit is signed and issued.

PERMIT: In consideration of the statements and representations made in the above application filed with the Office of the City Engineer, Marshall, Minnesota, this Permit is hereby granted to the applicant. This Permit is granted upon the expressed conditions that said owner and his agents, workmen and employees shall comply in all respects with the ordinances and regulations of the City of Marshall and the State of Minnesota. Not all deficiencies in documents may have been addressed and/or noted and that shall not be construed as an approval of such code deficiencies. Review for compliance will continue during inspections as construction progresses. This Permit expires if work is not commenced within 180 days or if work is suspended for 180 days

6-29-2020

City Engineer





# FRONT ELEVATION

