



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, January 8, 2019
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Tax Abatement Policy - Final Draft
Background Information:	<p>History of Tax Abatement Policy -</p> <p>Mr. Shailesh Patel – SBM Hospitality presented to City Council on Tuesday, November 13th regarding a tax abatement request for Hampton Inn & Suites.</p> <p>At that meeting on November 13th, the City Council requested the EDA develop a draft Hotel Tax Abatement Policy which would be available for all hotel/motel developers and/or hotel renovation projects.</p> <p>On Wednesday, November 21st the EDA Board was presented a preliminary draft Hotel/Motel Tax Abatement Policy for New Builds OR Renovation Projects for review and consideration.</p> <p>At that EDA meeting on November 21st, a motion was made by Chet Lockwood and seconded by Stacy Frost to recommend the tax abatement policy and to also include all businesses/industry-wide (instead of just hotel/motel industry) to City Council. Motion carried.</p> <p>At the November 27th City Council Meeting, the draft Hotel/Motel Tax Abatement policy was presented, along with the background information and recommendation from EDA to expand the abatement policy to all types of businesses. Council Members agreed, and then directed staff to update to an abatement policy that included all types of businesses. Staff to bring back an updated policy to City Council for further review and approval.</p> <p>Updated Tax Abatement Policy on City Council Agenda for January 8th, 2019. Updated final draft version included in packets.</p>
Fiscal Impact:	None
Alternative/ Variations:	
Recommendations:	Staff recommends City Council to adopt Tax Abatement Policy.