



MEMORANDUM

To: Mayor and City Council

From: Clay Phillips, City Manager

Date: June 11, 2013

Reference: Consider approval of a Resolution approving a Tax Abatement Agreement between the City of Coppell and Arosh, LLC, and authorizing the Mayor to sign.

2030: Business Prosperity

Introduction:

Arosh, LLC is proposing to construct a select service hotel with an attached conference center containing 10,000 sq. ft. of space. Reinvestment Zone No. 72 was created by ordinance for Sava Holdings, Ltd. on October 9, 2012. The resolution and tax abatement that coincide with that reinvestment zone will abate the real and business personal property for Arosh, LLC.

Analysis:

The tax abatement will abate real and business personal property taxes as follows:

Years 1 – 2: 100% abated
Years 3 – 8: 75% abated
Years 9 – 10: 50% abated.

This will be Coppell's first hotel and conference center. The conference center will operate as a civic center for the City.

Legal Review:

Agenda item did not require legal review.

Fiscal Impact:

N/A

Recommendation:

Economic Development recommends approval.