

## **RESOLUTION NO. R-2007-121**

**A RESOLUTION** approving projects for the 2007 allocation of the federal Renewal Community Commercial Revitalization Deduction, and directing the City Manager to submit the list of approved projects to the Washington State Department of Community, Trade and Economic Development (CTED) for ratification and commitment.

WHEREAS, economic development is a priority of the City of Yakima, and the City intends to approach economic development on a comprehensive basis involving public, private and community-based efforts to achieve new investment and redevelopment in the City; and

WHEREAS, the City has been formally designated a Renewal Community under the Empowerment Zones and Renewal Communities Initiative by the federal government; and

WHEREAS, the Renewal Communities Program includes, in part, an opportunity for Renewal Communities to participate in a Commercial Revitalization Tax Deductions plan whereby certain local development projects (including certain rehabilitation of existing development) may qualify for accelerated partial deduction of development costs by way of enhanced federal income tax deductibility; and

WHEREAS, the City of Yakima retains responsibility for developing and administering locally a Qualified Allocation Plan for evaluating eligible development activities within the community; and

WHEREAS, the City of Yakima has an allocation of \$12 million in Commercial Revitalization Tax Deductions for the year 2007 that must be allocated by December 31, 2006; and

WHEREAS, applications for the 2007 Commercial Revitalization Deduction were made available to, and were received from the public; and

WHEREAS, a total of eleven (13) applications were submitted to the City for consideration of the Commercial Revitalization Deduction; and

WHEREAS, eight (9) project applications were determined to be eligible to receive a 2006 Commercial Revitalization Deduction allocation; and

WHEREAS, the City Council appointed Commercial Revitalization Deduction Allocations Committee reviewed and recommends approval for the nine projects in the amount of \$12,000,000; and

WHEREAS, the City Council finds it is in the best interests of the City of Yakima to approve and submit for federal Commercial Revitalization Deductions the projects listed on the attached sheet; now, therefore,

**BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF YAKIMA:**

1. The City Council approves the attached list of projects to receive allocations from the 2007 federal Renewal Community Commercial Revitalization Deduction in the amount of \$12,000,000; and
2. The City Manager is hereby authorized and directed to submit the list of approved projects to the Washington State Department of Community, Trade and Economic Development for ratification and commitment.

ADOPTED BY THE CITY COUNCIL this 4<sup>th</sup> day of September, 2007

/s/ David Edler

David Edler, Mayor

ATTEST:

/s/ Deborah Moore

City Clerk

**City of Yakima Renewal Community  
2007 Commercial Revitalization Deduction Projects**

<b>Applicant/Project</b>	<b>Allocation Amount</b>
1.) <b>Aileen Roche Irrevocable Insurance Trust (Roche Fruit)</b> Freezer storage building and loading dock at 709 North 1 <sup>st</sup> Avenue	<b>\$583,000*</b>
2.) <b>Fiesta Foods</b> New grocery store at Nob Hill Blvd. and Fair Avenue	<b>\$3,000,000</b>
3.) <b>Shields Bag &amp; Printing</b> New ink room in facility at 1009 Rock Avenue	<b>\$ 100,000</b>
4.) <b>Tacoma Screw Products International</b> New hardware distribution and retail facility at 711 East R Street	<b>\$1,464,609</b>
5.) <b>Jeld-Wen</b> Building remodel to accommodate expansion of Yakima manufacturing operation at North 6 <sup>th</sup> Avenue and River Road.	<b>\$1,500,000</b>
6.) <b>NCTH-WA, Inc. (Cleartalk Wireless)</b> Building rehabilitation at 319 West Yakima Ave. for mixed use.	<b>\$ 910,045</b>
7.) <b>Jundt-Elgin, LLC</b> New commercial building at 500 South 2 <sup>nd</sup> Ave.	<b>\$ 880,000</b>
8.) <b>Columbia River Bank</b> New financial services center at 10 North 5 <sup>th</sup> Avenue	<b>\$ 854,963</b>
9.) <b>Yakima Residences, LLC</b> New hotel at 107 N. Fair Avenue.	<b>\$ 2,707,383</b>
<b>TOTAL 2007 CRD ALLOCATIONS:</b>	<b>\$12,000,000</b>