

**RESOLUTION PROVIDING PRELIMINARY APPROVAL FOR
TAX ABATEMENT REQUEST FOR DELMAS REAL ESTATE, LLC**

WHEREAS, Sections 17-21-5, 27-31-31, and 27-31-32 of the Mississippi Code of 1972 authorize the City of Pascagoula to establish the Residential Renewal and Renovation District (3RD) Tax Exemption Policy, and, in their discretion, to grant exemptions from ad valorem taxation, except ad valorem taxation for school district purposes, for new structures, or improvements to or renovations of existing structures located in the designated districts of the municipality, for a period of not more than ten years from the date of completion of the new structure or the improvement to or renovation of the existing structure for which the exemption is granted; and

WHEREAS, the City Council, on or about January 18, 2011, established a policy for the granting of such exemptions; and

WHEREAS, on November 3, 2020, the City Council amended the policy for the granting of such exemptions; and

WHEREAS, Donovan Scruggs, on behalf of Delmas Real Estate, LLC, has now made application to the City Council for preliminary approval of an abatement request for construction improvements on the property located at 720 and 722 Delmas Avenue in the Urban Renewal District that are expected to equal or exceed \$830,000.00 in value; and

WHEREAS, Delmas Real Estate, LLC has provided plans to the Planning and Building Department for review and permitting for the purposed of renovations of a mixed-use site to include four residential units and two retail spaces; and

WHEREAS, the application for the abatement is attached hereto as Exhibit A and the applicant is requesting an exemption of 75% of the marginal increase in municipal taxes for a period of 7 years; and

WHEREAS, the applicant has provided a proposed renovation of \$830,000.00 to 720 and 722 Delmas Avenue; and

WHEREAS, the Residential Renewal and Renovation District Tax Exemption Policy permits a tax exemption for renovation investments that are at a minimum of \$75,000.00; and

WHEREAS, the renovation and improvement of said property is for the promotion of business and commerce in the designated Urban Renewal District; and

WHEREAS, the Planning and Building Department of the City of Pascagoula, which is responsible for the oversight of the construction of this project, has recommended to the Council that a preliminary approval of the tax abatement request be granted.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF PASCAGOULA AS FOLLOWS:

SECTION 1. All of the statements made in the foregoing preambles are incorporated herein and found to be factual.

SECTION 2. The request of Donovan Scruggs on behalf of Delmas Real Estate, LLC for preliminary approval of a tax abatement is hereby granted.

SECTION 3. Final approval of this exemption request will be contingent upon the successful completion of the project by the Applicant in accordance with the directives of the Planning and Building Department of the City of Pascagoula and in strict conformance with the policy guidelines adopted by this Council on January 18, 2011 and amended on November 3, 2020.

SECTION 4. Final approval of this abatement request shall not be granted under any circumstances until such time as all construction activity has been completed to the satisfaction of the Planning and Building Department of the City of Pascagoula and a certificate of occupancy has been issued.

The motion to approve the foregoing resolution was made by _____
and seconded by _____, and the following vote was recorded:

Mayor Willis	_____
Councilman Hyde	_____
Councilman Fornett	_____
Councilman Walker	_____
Councilman Parker	_____
Councilman Blythe	_____
Councilman Gatchell	_____

RESOLVED, this the _____ day of _____, 2022.

ATTEST:

CITY COUNCIL

City Clerk

By: _____
Mayor