

Application No. _____
Date Returned: _____
Received by: (initial) _____

**CITY OF OTTUMWA, IOWA
APPLICATION FOR TAX ABATEMENT
UNDER THE URBAN REVITALIZATION PLAN**

- Approval of Improvements Completed
 Prior approval for intended Improvements*

Address of Property: _____

Legal Description of Property: _____

Title Holder or Contract Buyer: _____

Address of Owner (if different than above): _____

Phone number (day): _____

Existing Property Use: Residential Apartments Commercial
 Industrial Undeveloped

Proposed Property Use: Single Family Residential Duplex Multi-family
 Other (apartments)

Proposed Occupancy: Owner-occupied Rental

Nature of Improvements: New construction Addition General Improvements
Describe specifically: _____

Date of completion : _____

Cost of improvements: _____

Building permit No. : _____

Tax Exemption Schedule Selected: (see reverse side for tables)

- (1) For remodeling single-family only (4) For new construction of multi-family only
(2) For residential (3-year) (5) For commercially-assessed 3-year
(3) For residential (5-year) (6) For commercially-assessed 5-year

If multi-family property, number of units: _____

(SIGNED: _____ DATE: _____

Return completed form to the Planning and Development Department, City Hall, Room 301, after improvements are completed.

* Prior approval will require City Council action before permits or construction will be allowed to begin. Contact Economic Development staff prior to making this selection.

ASSESSOR – Present assessed value _____

Assessed value with improvements _____

Eligible or non-eligible for tax abatement _____

Assessor _____ Date _____

OTTUMWA URBAN REVITALIZATION TAX ABATEMENT SCHEDULE

1. Applicable only for **improvements to or remodeling of existing housing**, real estate must be assessed as residential. The exemption is for a period of ten (10) years. The amount of the exemption is equal to a percent of the actual value added by the improvements, determined as follows: One hundred fifteen percent of the value added by the improvements. However, the amount of the actual value added by the improvements which shall be used to compute the exemption shall not exceed twenty thousand dollars and the granting of the exemption shall not result in the actual value of the qualified real estate being reduced below the actual value on which the homestead credit is computed under section 425.1.
2. Applicable to **single, two-family or multifamily improvements, including new construction, additions or remodeling**. For a period of three (3) years, a 100% exemption from taxation on the actual value added by the improvements.
3. Applicable to **single, two-family or multifamily improvements, including new construction, additions, or remodeling**. A partial exemption from taxation on the actual value added by the improvements is available for a period of five (5) years. The amount of the partial exemption is equal to a percent of the actual value added by the improvements determined as follows:
 - a) for the first year, eighty percent (80%)
 - b) for the second year, sixty-five percent (65%)
 - c) for the third year, fifty percent (50%)
 - d) for the fourth year, thirty-five percent (35%)
 - e) for the fifth year, twenty percent (20%)
4. Applicable only to **new construction of multifamily housing improvements**, a partial exemption from taxation on the actual value added by the improvements. The exemption is for a period of ten (10) years. The amount of the partial exemption is equal to a percent of the actual value added by the improvements determined as follows:
 - a) for the first year, eighty percent (80%)
 - b) for the second year, seventy percent (70%)
 - c) for the third year, sixty percent (60%)
 - d) for the fourth year, fifty percent (50%)
 - e) for the fifth year, forty percent (40%)
 - f) for the sixth year, forty percent (40%)
 - g) for the seventh year, thirty percent (30%)
 - h) for the eighth year, thirty percent (30%)
 - i) for the ninth year, twenty percent (20%)
 - j) for the tenth year, twenty percent (20%)
5. Applicable only for new construction, rehabilitation, and additions that increase the actual property value by at least 15% to **commercially-assessed property** within the Rochester North Urban Revitalization Area and the Downtown North Urban Revitalization Area. The exemption is applicable only on the actual value added by qualified improvements for a period of three (3) years.
 - a) for the first year, one hundred percent (100%)
 - b) for the second year, sixty-six percent (66%)
 - c) for the third year, thirty-four percent (34%)
6. Applicable only for new construction, rehabilitation, and additions that increase the actual property value by at least 15% to **commercially-assessed property** within the Rochester North Urban Revitalization Area and the Downtown North Urban Revitalization Area. The exemption is applicable only on the actual value added by qualified improvements for a period of five (5) years.
 - a) for the first year, eighty percent (80%)
 - b) for the second year, sixty-five percent (65%)
 - c) for the third year, forty-five percent (45%)
 - d) for the fourth year, twenty-five percent (25%)
 - e) for the fifth year, ten percent (10%)