

RESOLUTION NO. 2023-25

A RESOLUTION OF THE FLAGSTAFF CITY COUNCIL PROVIDING FOR THE ECONOMIC INCENTIVE PROGRAMS, PROVIDING FOR DELEGATION OF AUTHORITY, REPEAL OF CONFLICTING RESOLUTIONS, AND ESTABLISHING AN EFFECTIVE DATE

RECITALS:

WHEREAS, the City of Flagstaff has authority pursuant to Arizona Revised Statutes (“A.R.S.”) § 9-500.11 to spend money on economic development activities; and

WHEREAS, funding to support economic development activities is derived from the 2% local transaction privilege tax on revenues generated by hotels and restaurants (“the BBB tax”) that is imposed in addition to the base 2.281% local tax rate; and

WHEREAS, the City Council desires to provide greater flexibility to City staff to administer and adjust the City economic incentive programs to meet current business needs.

ENACTMENTS:

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

SECTION 1. In General

The City Council hereby directs the Economic Vitality Director in consultation with the City Attorney to create, maintain, and modify economic incentive programs, including but not limited to the following programs:

- Business Attraction and Job Creation Incentive Program
- Business Retention and Expansion Incentive Program
- Development Reinvestment Incentive Program
- Sustainable Automotive Sales Tax Rebate Program
- Adaptive Reuse Program

The City Council may establish budgets for the programs as part of the annual budgeting process.

The City Council may provide recommendations as to desired programs.

SECTION 2. Delegation of Authority

The Economic Vitality Director or designee is delegated authority to establish and undertake all such actions necessary to implement the economic incentive programs, provide information about the program to the public, and to provide a report on the programs prior to April 1 on an annual basis. All programs shall be designed to provide a direct benefit to the community as well as support individual businesses.

SECTION 3. Repeal of Conflicting Resolutions

The City Council hereby repeals prior Resolution Nos. 2020-07, 2020-28, 2020-43, 2021-19, 2021-20 (attached hereto as Exhibit A), which all relate to establishment of economic incentive programs. The programs originally established by these resolutions will remain in effect to the extent budgeted by the City Council.

SECTION 4. Effective Date.

This resolution shall be immediately effective.

PASSED AND ADOPTED by the City Council of the City of Flagstaff this 16th day of May, 2023.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

CITY ATTORNEY

Attachment:

Exhibit A – Resolution Nos. 2020-07, 2020-28, 2020-43, 2021-19, and 2021-20