

A RESOLUTION NO. 23-26

To approve an economic incentive grant to Shamin Hotels, subject to Shamin Hotel's construction of certain improvements.

WHEREAS, Shamin Hotels desires to construct a Home 2 Suites by Marriott ("Home 2 Suites") on the parcel known as 325 Charles Dimmock Parkway in exchange for an economic incentive grant; and

WHEREAS, the economic development grant shall be contingent on the completed Home 2 Suites being five-stories high, having approximately 145 guest rooms, and being consistent with the concept previously provided to the Economic Development Office; and

WHEREAS, the economic incentive grant shall consist of a rebate to Shamin Hotels of up to \$150,000 per year from the lodging tax that the Home 2 Suites collects during its first, second, third, and fourth full calendar years in operation, not to exceed the total amount of lodging tax collected by Home 2 Suites for each applicable year; and

WHEREAS, the total rebate amount to Shamin Hotels shall not exceed \$600,000; and

WHEREAS, the first full calendar year in operation shall mean the calendar year commencing with the first January after the Home 2 Suites opens for business with the second, third, and fourth full calendar years immediately following; and

WHEREAS, the Colonial Heights Economic Development Authority, which must approve the grant, has agreed in concept to the transaction.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF COLONIAL HEIGHTS, VIRGINIA:

1. The Council approves an economic incentive grant to Shamin Hotels, subject to Shamin Hotels constructing a Home 2 Suites by Marriott at 325 Charles Dimmock Parkway consisting of five-stories and 145 guest rooms; and being consistent with the concept provided to the City Economic Development Office.
2. The economic incentive grant shall consist of a rebate to Shamin Hotels of up to \$150,000 per year from the lodging tax that Home 2 Suites collects during its first, second, third, and fourth full calendar years in operation, not to exceed the total amount of lodging tax collected by Home 2 Suites for a particular year. The total rebate amount shall not exceed \$600,000.

3. For the purposes of this resolution and this economic incentive grant, the first full calendar year shall commence the January after the Home 2 Suites opens for business; and the second, third, and fourth full calendar years in operation shall mean the calendar years immediately following.
4. The economic incentive grant also is contingent upon approval of the Colonial Heights Economic Development Authority; and if the Authority grants approval, it shall disburse the grant as specified in this resolution.
6. This resolution shall be in full force and effect upon its approval.

Approved:

Mayor

Attest:

City Clerk

I certify that the above resolution was:

Adopted on _____

Ayes: _____ Nays: _____ Absent: _____ Abstain: _____

The Honorable Kenneth B. Frenier, Councilmember: _____

The Honorable Elizabeth G. Luck, Councilmember: _____

The Honorable, John E. Piotrowski, Councilmember: _____

The Honorable Dr. Laura F. Poe, Councilmember: _____

The Honorable John T. Wood, Councilmember: _____

The Honorable Robert W. Wade, Vice-Mayor: _____

The Honorable T. Gregory Kochuba, Mayor: _____

City Clerk

Approved as to form:

City Attorney