

CITY OF GLENWOOD SPRINGS

101 W. 8th Street
P O Box 458
Glenwood Springs, CO 81602
(970) 384-6400



**APPLICATION FOR TIER ONE & TWO
SALES TAX REBATE PROGRAM**

(Municipal Code 040.020.170, copy attached)

PLEASE PRINT CLEARLY.

Name of business applying for rebate program: _____

Mailing address: _____

Business telephone number: _____ Other contact number _____

Address of property for which sales tax rebate will be requested: _____

First day of taxable sales at this location after improvements were completed: _____

What year will you be applying for your first rebate of taxes filed in the previous year? _____

Printed Name _____

Signature _____

Date: _____

Title _____

Sales Tax Rebate Worksheet		
	Tier 1	Tier 2
Qualifications:		
Businesses can apply for 5 consecutive years	Yes	Yes
Amount available for rebate	Up to 20% of City-imposed sales tax and fees from the previous year	Up to 80% of City-imposed sales tax and fees from the previous year
Total rebates won't exceed cost of eligible fees	Yes	Yes
Fees being rebated:		
Water & Sewer Improvement Fees	Yes	Yes
Fire Impact Fees	Yes	Yes
Electric Line Extension Fees	Yes	Yes
Building Fees	--	Yes
City Public Improvement Fees	--	Yes
-50% of installation costs up to \$200,000		
Requirements:		
Sales, Use & Accommodation Taxes paid on time	Yes	Yes
Application not in violation of building permit	Yes	Yes
Applicant not in default of any City agreement	Yes	Yes
Applicant has paid all City-imposed fees	Yes	Yes
Applicant used local contractors as defined	--	Yes
-at CO they provided spreadsheet to Bldg. Dept. showing all costs of the project	--	Yes
-provided spreadsheet showing amounts paid to local contractors & suppliers, or local contractors	--	Yes
Determination of Rebate Amount:		
Building Department will determine percentage of rebate	--	Yes
If used 25%-50% of total costs for local contractors...	--	Eligible for 40% rebate
If used more than 50% of total costs for local contractors...	--	Eligible for 80% rebate
Application:		
Applies to Finance Director	Yes	Yes
Application must be received before July 15 for rebate of previous year's taxes	Yes	Yes
Acceptance dates	After February 20, 2004	May 22, 2009 - July 15, 2020
Notes:		
At the first year's application, the Finance Dept. will obtain the amounts eligible for rebate from each of the departments involved. After receiving each year's application, a questionnaire will be sent to each department asking to verify that the applicant is not in violation of any agreements with the City. When the questionnaire is returned to the Finance Dept., they will determine the amount of rebate due for that year and issue the check.		

040.020.170 - Economic incentives; sales tax rebate.

- (a) Qualified businesses may apply for a Tier one or Tier two City sales tax rebate for up to five (5) consecutive years provided that:
 - (1) The amount of the annual Tier one rebate shall not exceed twenty (20) percent of their annual City sales tax remittance in any one year; and
 - (2) The amount of the annual Tier two rebate shall not exceed eighty (80) percent of their annual City sales tax remittance in any one year, as further detailed in Subsection (c)(5) below; and
 - (3) The total amount of all rebates received shall not exceed the total amount of fees and costs identified in Paragraph (b) below.
- (b) The City sales tax rebate may be applied against the following City-imposed fees, costs and tax:
 - (1) Water and sewer system improvement fees may be available for Tier one and Tier two rebates.
 - (2) Fire and emergency services impact fees may be available for Tier one and Tier two rebates.
 - (3) Cost incurred pursuant to the City Electric Department's Line Extension Policy may be available for Tier one and Tier two rebates.
 - (4) Building fees may be available for Tier two rebates only.
 - (5) The costs of City required public improvements at fifty (50) percent of the installation costs to a maximum of two hundred thousand dollars (\$200,000.00) may be available for Tier two rebates only.
- (c) *Qualifications for application.*
 - (1) If applicable, the applicant has collected and remitted on time to the City all applicable sales, use or accommodation taxes; and
 - (2) The applicant is not currently in violation of any development permit or building permit conditions; and
 - (3) The applicant is not in default under any agreement with the City; and
 - (4) The applicant has paid all other applicable City-imposed fees including those for which the rebate is being applied; and
 - (5) Tier two applicants shall use either (a) local contractors and suppliers or (b) local businesses, as defined in Subsection (g), below, for construction of the project. At issuance of the certificate of occupancy, the applicant shall provide documentation of the amounts paid to local contractors and suppliers or local businesses as a percentage of the total costs of the project, excluding land. Projects using either (a) local contractors and suppliers or (b) local businesses for less than fifty (50) percent but more than twenty-five (25) percent of the total costs of the project, excluding land, will be eligible for a forty (40) percent Tier two rebate. Projects using either (a) local contractors and suppliers or (b) local businesses for fifty (50)

percent or more of the total costs of the project, excluding land, will be eligible for an eighty (80) percent Tier two rebate. Tier two applicants must provide detailed calculation documentation upon request by the City.

(d) *Application for rebate.*

- (1) All businesses which qualify for such City sales tax rebates shall apply for the same by making application to the Director of Finance upon forms to be provided by him/her.
- (2) All applications for City sales tax rebate shall be made to the Director of Finance on or before July 15 of the year following the year for which the tax rebate is sought.

(e) *Effective date.* This section shall apply to all City-imposed fees after the effective date of Ordinance No. 27, Series of 2005.

(f) Tier two applicants will only be accepted from May 22, 2009 until July 15, 2022. To apply for a Tier two rebate, an applicant must have a building permit issued on or before July 15, 2022. The amendments contained in Ordinance No. 8, Series of 2009, Ordinance No. 11, Series of 2010, Ordinance No. 12, Series of 2011, Ordinance No. 5, Series of 2012, Ordinance No. 14, Series of 2014, Ordinance No. 11, Series of 2016, Ordinance No. 18, Series of 2018, and Ordinance No. 11, Series of 2020, shall be repealed, effective July 15, 2022, unless otherwise extended by further action of City Council.

(g) "Local business" when applied to construction contracts shall mean a business and/or subcontractor individually applying for Local Business designation which meets criteria in either Subsections (1) and (3) or Subsections (2) and (3) as listed below:

- (1) The business headquarters must be located and primarily doing business within a forty-five (45) mile radius of the intersection of 8th Street and Grand Avenue in Glenwood Springs. In the event the business is incorporated or otherwise registered, it must be incorporated or otherwise registered in Colorado.
- (2) At least seventy-five (75) percent of the business work force, at the time of application, must reside within a forty-five (45) mile radius of the intersection of 8th Street and Grand Avenue in Glenwood Springs.
- (3) The business shall have at least seventy-five (75) percent of business vehicles registered, at the time of the application, with the government agency having jurisdiction over areas within a forty-five (45) mile radius of the intersection of 8th Street and Grand Avenue in Glenwood Springs.

(4-04 § 2; 27-05, § 2; 8-09, § 2; 11-10 § 2; 12-11, § 2; 5-12, § 2; Ord. No. 11-2016, § 2(Exh. A), 6-16-2016; Ord. No. 18-2018, § 2, 7-19-2018; Ord. No. 17-2019, § 2, 6-27-2019; Ord. No. 11-2020, § 2(Exh. A), 5-21-2020)