

RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE (1) APPROVING THE SAN JOSE HOTEL BUSINESS IMPROVEMENT DISTRICT ANNUAL REPORT PREPARED BY SAN JOSE HOTELS, INC. FOR FISCAL YEAR 2025-2026 AS FILED OR MODIFIED BY COUNCIL; AND (2) CONFIRMING THE SAN JOSE HOTEL BUSINESS IMPROVEMENT DISTRICT ASSESSMENTS AS PROPOSED BY SAN JOSE HOTELS, INC., OR AS MODIFIED BY COUNCIL

WHEREAS, in 2006, the Hotel Business Improvement District (“HBID”) was approved by property owners and adopted by the City Council of the City of San José (“City”) pursuant to Streets and Highways Code Section 36500 et seq, commonly referred to as the Property and Business Improvement Area Law of 1989 (“’89 Law”) to provide revenues for marketing efforts and event opportunities for hotels located in San José; and

WHEREAS, the ’89 Law required the HBID to be renewed annually, and, in an effort to implement long-range and larger-scale marketing and visitor attraction programs, on April 24, 2018, the City Council adopted Resolution No. 78561 establishing a new San José Hotel Business Improvement District (“SJHBID”) pursuant to Streets and Highways Code Section 36600 et. seq., commonly referred to as the Property and Business Improvement Area Law of 1994 (“’94 Law”) for a five-year term beginning July 1, 2018 through June 30, 2023, and selected San José Hotels, Inc. (“SJHI”) as the Owners’ Association for the SJHBID to implement the Management District Plan; and

WHEREAS, on December 6, 2022, the City Council adopted Resolution No. 80806 and approved Ordinance No. 30856 renewing the SJHBID for an additional ten-year term beginning July 1, 2023 through June 30, 2033, and SJHI was selected to continue as the Owners’ Association for the SJHBID; and

WHEREAS, pursuant to the '94 Law, and in accordance with the agreement between the City and SJHI, SJHI has submitted the San José Hotel Business Improvement District Annual Report for Fiscal Year 2025-26 ("Annual Report"), dated April 1, 2025, to the City Council; and

WHEREAS, the annual assessment rate is a fixed dollar amount per paid occupied room per night in three benefit zones identified in the Management District Plan, and during the ten-year term the assessment rate in each zone may be increased by the SJHI Board of Directors by no more than a maximum of \$1.50 per paid occupied room per night, and no more than \$0.50 in any year; and

WHEREAS, the SJHI Board of Directors does not recommend any changes to the SJHBID boundaries, benefit zones, or assessment rates for Fiscal Year 2025-2026; and

WHEREAS, the total budgeted revenue based on projected collections for Fiscal Year 2025-2026 will be approximately \$3,102,012;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

1. The San José Hotel Business Improvement District Annual Report prepared by San José Hotels, Inc. for Fiscal Year 2025-2026, as filed or modified by the Council, is approved.
2. The San José Hotel Business Improvement District assessments as proposed by San José Hotels, Inc. for Fiscal Year 2025-2026, or as modified by the Council, are confirmed.

ADOPTED this _____ day of _____, 2025, by the following vote:

AYES:

NOES:

ABSENT:

DISQUALIFIED:

MATT MAHAN
Mayor

ATTEST:

TONI J. TABER, MMC
City Clerk