

EXTRACT OF MINUTES OF A MEETING OF THE
CITY COUNCIL OF THE CITY OF PRINCETON,
MINNESOTA

HELD: APRIL 23, 2020

Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Princeton, Minnesota, was duly called and held at the City Hall in Princeton, Minnesota, on Thursday, April 23, 2020, at 7:00 p.m.

The following members were present:

and the following were absent:

Member _____ introduced the following resolution and moved its adoption:

RESOLUTION NO. 20-34

RESOLUTION APPROVING PROPERTY TAX ABATEMENTS

BE IT RESOLVED by the City Council of the City of Princeton, Minnesota (the "City"), as follows:

WHEREAS, the City proposes to finance the development of an industrial park, including the acquisition of land thereof located in the City of Princeton (the "Project"). The City proposes to use the abatement for the purposes provided for in the Abatement Law (as hereinafter defined), including the Project. The proposed term of the abatement will be for up to fifteen (15) years in an amount not to exceed \$575,000. The abatement will apply to the City's share of the property taxes (the "Abatement") derived from the property described by the following property identification numbers: 24-033-0390 24-033-0480 90-401-0440 90-004-2106 (the "Property"); and

WHEREAS, on the date hereof, the Council held a public hearing on the question of the Abatement, and said hearing was preceded by at least 10 days but not more than 30 days prior published notice thereof; and

WHEREAS, the City Council proposes to issue its Taxable General Obligation Tax Abatement Bonds, Series 2020B (the "Bonds") in an amount not to exceed \$575,000; and

WHEREAS, the Abatement will be pledged to the payments of the Bond. The proceeds of the Bond shall be used to finance the Project.

WHEREAS, the Abatement is authorized under Minnesota Statutes, Sections 469.1812 through 469.1815, as amended (the "Abatement Law").

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Princeton, Minnesota, as follows:

1. Findings for the Abatement. The City Council hereby makes the following findings:

(a) The Council expects the benefits to the City of the Abatement to at least equal or exceed the costs to the City thereof.

(b) Granting the Abatement is in the public interest because it will:

(i) increase or preserve tax base; and

(ii) provide employment opportunities in the political subdivision.

(c) The Property is not and will not be located in a tax increment financing district during the Abatement period.

(d) In any year, the total amount of property taxes abated by the City by this and other existing abatement resolutions, shall not exceed ten percent (10%) of net tax capacity of the City for the taxes payable year to which the abatement applies or \$200,000, whichever is greater (the "Abatement Limit"). The City may grant other abatements permitted under the Abatement Law after the date of this resolution, provided that to the extent the total abatements in any year exceed the Abatement Limit the allocation of the Abatement limit to such other abatements is subordinate to the Abatement granted by this resolution.

2. Terms of Abatement. The Abatement is hereby approved. The terms of the Abatement are as follows:

(a) The Abatement shall be for up to a fifteen (15) year anticipated to commence for the taxes payable in the year 2021. The City reserves the right to modify the commencement date, but the abatement period shall not exceed fifteen (15) years.

(b) The City will abate the City's share of property tax amount which the City receives from the Property, cumulatively not to exceed \$575,000.

(c) The Abatement shall be subject to all the terms and limitations of the Abatement Law.

The motion for the adoption of the foregoing resolution was made by member _____ and duly seconded by member _____ and, upon a vote being taken thereon after full discussion thereof, the following voted in favor thereof:

and the following voted against the same:

Whereupon said resolution was declared duly passed and adopted.

STATE OF MINNESOTA
MILLE LACS AND SHERBURNE COUNTIES
CITY OF PRINCETON

I, the undersigned, being the duly qualified and acting City Clerk of the City of Princeton, Mille Lacs and Sherburne Counties, Minnesota, DO HEREBY CERTIFY that I have compared the attached and foregoing extract of minutes with the original thereof on file in my office, and that the same is a full, true and complete transcript of the minutes of a meeting of the City Council of said City, duly called and held on the date therein indicated, insofar as such minutes relate to the approval of property tax abatements.

WITNESS my hand this 23rd day of April, 2020.

City Clerk