

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

HELD: December 22, 2020

Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Princeton, Mille Lacs County, Minnesota, was duly called and held at the City Hall in said City on December 22, 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. 20-81

AUTHORIZING MODIFICATION TO TAX INCREMENT
FINANCING PLAN FOR TAX INCREMENT
FINANCING DISTRICT NO. 9-2 AND EXECUTION OF
DEVELOPMENT AGREEMENTS

A. WHEREAS, the City of Princeton, Minnesota (the "City") previously established Tax Increment Financing District No. 9-2 (the "TIF District") and approved a Tax Increment Financing Plan therefor (the "TIF Plan") on September 24, 2020; and

B. WHEREAS, it has been proposed that Section 3.04.3 of the TIF Plan be modified as to the use of tax increment for site improvements and the construction of affordable housing; and

C. WHEREAS, Rum River Residential Suites, LLC (the "Developer") has requested the City to assist with the financing of certain costs incurred in connection with the construction of a two 49-unit residential rental housing facilities by the Developer (collectively, the "Project"); and

D. WHEREAS, the Developer and the City have determined to enter into two separate Development Agreements providing for the City's tax increment financing assistance for the Project (the "Development Agreement").

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

1. The City Council hereby approves the modification of Section 3.04.3 of the TIF Plan to increase the planned use of tax increment for site improvements from \$0 to \$3,331,000,

and to decrease the planned use of tax increment for construction of affordable housing from \$3,583,000 to \$252,000, with no change to the adopted total estimated tax increment project cost of \$5,092,000.

2. The City Council hereby approves the Development Agreements in substantially the forms submitted, and the Mayor and City Administrator are hereby authorized and directed to execute the Development Agreements on behalf of the City.

3. The approval hereby given to the Development Agreements includes approval of such additional details therein as may be necessary and appropriate and such modifications thereof, deletions therefrom and additions thereto as may be necessary and appropriate and approved by the City officials authorized by this resolution to execute the Development Agreements. The execution of the Development Agreements by the appropriate officer or officers of the City shall be conclusive evidence of the approval of the Development Agreements in accordance with the terms hereof.

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

and the following voted against same:

Adopted this ____ day of December, 2020.

Mayor

Attest: _____
Administrator

STATE OF MINNESOTA
COUNTY OF MILLE LACS
CITY OF PRINCETON

I, the undersigned, being the duly qualified and acting Administrator of the City Council of the City of Princeton, Minnesota, DO HEREBY CERTIFY that I have carefully compared the attached and foregoing extract of minutes with the original minutes of a meeting of the City Council City held on the date therein indicated, which are on file and of record in my office, and the same is a full, true and complete transcript therefrom insofar as the same relates to a Resolution Authorizing Modification to Tax Increment Financing Plan for Tax Increment Financing District No. 9-2 and Authorizing Execution of Development Agreements.

WITNESS my hand as such Administrator of the City Council of the City of Princeton, Minnesota this ___ day of _____, 2020.

Administrator