

Member Jensen introduced the following resolution and moved its adoption:

CITY OF TYLER, MINNESOTA

RESOLUTION #2020-30

**RESOLUTION APPROVING
PROPERTY TAX ABATEMENT FOR CERTAIN PROPERTY
LOCATED IN THE CITY OF TYLER**

BE IT RESOLVED By the City Council (the "Council") of the City of Tyler, Lincoln County, Minnesota (the "City") as follows:

Section 1. Recitals.

1.01. The City is considering granting a prospective property tax abatement (the "Abatement") in order to help finance the City's a portion of the extension of Oak Street in the City to serve the new school, (the "Project"), all pursuant to Minnesota Statutes, Sections 469.1812 through 469.1815, as amended (the "Act").

1.02. Pursuant to Section 469.1813, Subdivision 1 of the Act, if the benefits to the City of the proposed Abatement at least equal the costs to the City of the proposed Abatement, the City may grant an abatement of all or a portion of the taxes imposed by the City on an affected parcel of property to pay for, among other things, the provision of public infrastructure.

1.03. The City has identified parcels located in the City, as described in Exhibit A hereto (the "Abatement Property"), which Abatement Property will be benefited by the Project and from which the City proposes to abate a portion of the City's share of taxes to help finance the Project, subject to all the terms and conditions of this Resolution and the Act.

1.04. The City intends to pay for the Project through the issuance of approximately \$490,000 general obligation tax abatement bonds, issued pursuant to the Act (the "Bonds"), the principal of which is expected to be paid through the collection of Abatement revenues.

1.05. The term of the proposed tax abatement levy shall be fifteen (15) years.

1.06. On the date hereof, this Council conducted a duly noticed public hearing on the Abatement, at which the views of all interested persons were heard.

Section 2. Findings.

2.01. This Council finds and determines that the public benefits to the City from the Abatement will be at least equal to the costs to the City of the Abatement, because (a) the Abatement will help finance the Project which will result in the construction of public facilities within the City, and (b) the Project will provide access to the new school.

2.02. This Council finds and determines that the Abatement is in the public interest and confers public benefits for the reasons described in Section 2.01 hereof and because it will finance public infrastructure in the City and contribute to the quality of life in the City by providing safe access to public facilities.

Section 3. Actions Ratified; Abatement Approved.

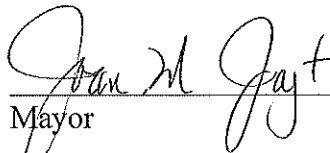
3.01. This Council ratifies all actions of the City's staff and consultants in arranging for approval of this Resolution in accordance with the Act.

3.02. Subject to the provisions of the Act, the Abatement is approved and adopted subject to the following terms and conditions:

- (a) The term "Abatement" is further defined to mean the City's share of the real property taxes generated from the Abatement Property, in the amounts described in this Section:
 - (i) The Abatement shall be for a term fifteen (15) year period and shall apply to the City's share of the taxes payable in the years 2022 through 2035 or such other dates that correspond to the payment of debt service on the Bonds over a period not to exceed 15 years.
 - (ii) The aggregate Abatement paid by the City during the term of this Resolution will not exceed the amount necessary to pay 100% of the principal on the Bonds, up to a maximum of \$490,000.
 - (iii) In accordance with Section 469.1813, Subdivision 8 of the Act, in no year shall the Abatement, together with all other abatements approved by the City under the Act and paid in that year, exceed the greater of 10% of the City's net tax capacity for that year or \$200,000 (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.
- (b) The City will pay the Abatement solely to finance the Project, through application of Abatement revenues toward principal payments on the Bonds (including any bonds issued to refund the Bonds).
- (c) The Abatement shall be subject to all the terms and limitations of the Abatement Law.

3.03. The Mayor and the City Administrator are authorized and directed to execute and deliver any agreements, certificates, or other documents that the City determines are necessary to implement this Resolution.

Adopted by the City Council of the City of Tyler, Minnesota, this 7th day of December 2020.



Mayor

ATTEST:



City Administrator

EXHIBIT A

ABATEMENT PROPERTY

200001000	200092000	200250000	200323000	200050000
200005000	200093000	200251000	200327000	200052000
200007000	200094000	200267000	200335000	200068000
200008000	200095000	200269000	200340000	200078000
200009000	200096000	200271000	200343000	200427000
200017000	200107000	200272000	200346000	200232000
200021000	200115000	200274000	200347000	200233000
200022000	200116000	200275000	200350000	200234000
200023000	200119000	200276000	200351000	200246000
200024000	200135000	200285000	200353000	200431000
200025000	200182000	200289000	200354000	200315000
200036000	200184000	200290000	200357000	200316000
200037000	200185000	200294000	200365000	200319000
200038000	200186000	200297000	200373000	200321000
200042000	200221000	200298000	200377000	200433000
200045000	200224000	200299000	200378000	200417000
200048000	200225000	200300000	200389000	200419000
200049000	200231000	200301000	200399000	200420000
			200414000	200422000