

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

HELD: AUGUST 2, 2021

Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Cologne, Carver County, Minnesota, was duly called and held at the City Hall in Cologne, Minnesota, on August 2, 2021, at 7:00 p.m., for the purpose, in part, of approving tax abatements to finance parking lot improvements in the City of Cologne.

The following members were present: Kelly, Bruss, Szarolotta and Lein

and the following were absent: Lenzen

Member Kelly introduced the following resolution and moved its adoption:

RESOLUTION NO. 21-11

RESOLUTION APPROVING PROPERTY TAX ABATEMENTS

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

WHEREAS, the City proposes to assist in financing improvements to the trail and retaining wall along County Highway 284 and Benton Lake in the City (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 ten (10) years in an amount not to exceed \$210,000. The abatement will apply to the City's share of the property taxes (the "Abatement") derived from the property described by tax parcel identification numbers: 40.2600010, 40.2600020, 40.2600030, 40.2600040, 40.2600050, 40.2600060, 40.2600070, 40.2600080, 40.2600090, 40.2600100, 40.2600110, 40.8000260; 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 General Obligation Bonds, Series 2021A (the "Bonds") a portion of which will be designated "Abatement Portion of the Bonds" (the "Abatement Portion") in an amount not to exceed \$210,000; and

WHEREAS, the Abatement will be pledged to the payments of the Abatement Portion of the Bonds. The proceeds of the Abatement Portion of the Bonds 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 Cologne, 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) finance or provide public infrastructure; and

(ii) help provide access to services for residents of 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 ten (10) year anticipated to commence for the taxes payable in the year 2022. The City reserves the right to modify the commencement date, but the abatement period shall not exceed ten (10) years.

(b) In accordance with Section 469.1815 of the Act, the City will add to its levy in each year during the term of the Abatement the total estimated amount of current year Abatement granted under this resolution.

(c) The City will abate the City's share of property tax amount which the City receives from the Property, cumulatively not to exceed \$210,000.

(d) 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 duly seconded by Member Sgarolletta and, after a full discussion thereof and upon vote being

taken thereon, the following voted in favor thereof:

Bruss, Kells, Szaroletta and Lein

and the following voted against the same: none

Adopted on August 2, 2021 by the City Council of Cologne.

NA.~
Mayor

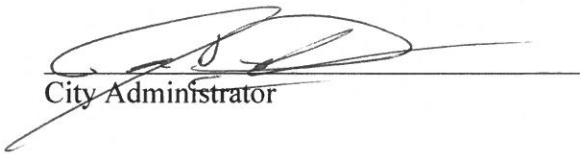
Attest:

[Signature]
City Administrator

STATE OF MINNESOTA
COUNTY OF CARVER
CITY OF COLOGNE

I, the undersigned, being the duly qualified and acting City Administrator of the City of Cologne, Carver County, 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 2nd day of August, 2021.


City Administrator