



Legislation Text

File #: 18-411, **Version:** 1

City Council Meeting Date: August 21, 2018

To: Mayor and City Council
City Administrator

From: Brenda Angelstad, Finance Director

Public Hearing on Tax Abatement for 2018 Public Improvements.

Action Requested:

The Northfield City Council holds a public hearing on tax abatement related to 2018 Public Improvements. This is the first of two items related to this project. Following the public hearing, Council will be asked to consider approval of a resolution.

Summary Report:

The City proposes to undertake certain public improvements to various city parking lots with tax abatement bonds authorized by the Minnesota Statutes, Sections 469.182 through 469.185 (the “Act”) and authorize the property tax abatement with respect to various parcels of land to finance City parking lot components of various public improvements as part of the 2018 improvement projects (the “Project”). The proposed term of the abatement will be for up to 10 years in an estimated amount not to exceed \$300,000. The abatement will apply to the City’s share of the property taxes (the “Abatement”) derived from the property described by property identification numbers on Exhibit A of the Resolution.

Alternative Options:

None recommended. The Council has previously discussed and supported the debt issuance for this project as the funding mechanism.

Financial Impacts:

Costs of the parking lot improvements will be repaid over the life of the General Obligation Bonds, Series 2018B.

Tentative Timelines:

General Obligation Bonds, Series 2018B are scheduled to be sold September 18, 2018.