



Staff Report:

Issue: Consider Resolution on the Second Amendment to Development Agreement with Silver Leaf

BACKGROUND:

The City established Tax Increment Financing District No. 2-1 (the “TIF District”) on May 4, 2015 to provide tax increment financing assistance to the construction of approximately 200 hotel rooms and meeting facility (the “Project”). The maximum duration of the TIF District is 20 years, the decertification date is December 31, 2036.

The City of Waite Park entered into Development Agreement with Silver Leaf Group, LLC and Silver Leaf Lodging Group, LLC (the “Developer”) as of February 1, 2016 (the “Agreement”). The Agreement provided terms for tax increment financing assistance to the Developer, among other items. The Agreement provided for execution of an Assessment Agreement to establish a minimum market value for the Project of \$12,125,000, which was approved by the Stearns County Assessor.

The City Council approved moving forward with reducing the minimum assessment back in November. The attached resolution requires approval for this to be completed.

REQUIRED ACTION:

Approve or Deny the Resolution Authorizing Execution of a Second Amendment to Development Agreement, First Amendment to Assessment Agreement and Collateral Assignment of TIF Note as presented.

RECOMMENDED ACTION:

SUGGESTED MOTIONS:

Council member _____ moved to approve OR deny authorizing Execution of a Second Amendment to Development Agreement, First Amendment to Assessment Agreement and Collateral Assignment of TIF Note as presented. Resolution No. ____

Council member _____ seconded the motion.

ROLL CALL

Councilmember Michael Linqvist _____



Councilmember Ken Schmitt _____
Councilmember Vic Schulz _____
Councilmember Frank Theisen _____
Mayor Richard Miller _____

Motion (Approved) (Denied)