

To: HONORABLE MAYOR AND CITY COUNCIL.

FROM: Dave Maroney, Director of Economic Development and Planning.

SUBJECT: *Authorizing Preparation of TIF Plan.*

DATE: March 15, 2017.

BACKGROUND.

George on the Rocks, LLC (David Olson) proposes to redevelop the former Grandpa's Garage property to create a multi-tenant local food-based facility in Cannon Falls. Preliminary plans for the proposed project accompany this Memorandum. To move this project forward, tax increment financing (TIF) is requested.

The Economic Development Authority (EDA) has reviewed and discussed the preliminary plans for this proposal and recommends that the City Council authorize initiation of a tax increment financing program to facilitate development of this project.

REQUESTED COUNCIL ACTION.

The City Council is asked to approve the accompanying Resolution authorizing preparation of a Redevelopment Tax Increment Financing (TIF) Plan for *George on the Rocks, LLC (David Olson)*. Costs incurred to prepare and establish the TIF program are proposed to be paid by the EDA and reimbursed by tax increments generated from the project, subject to approval by the City Council. The estimated legal and fiscal costs to prepare the TIF Plan are estimated not to exceed \$12,000.

**CITY OF CANNON FALLS
GOODHUE COUNTY, MINNESOTA**

RESOLUTION NUMBER 2267

RESOLUTION AUTHORIZING PREPARATION OF TIF PLAN

WHEREAS, George on the Rocks, LLC (David Olson) proposes to substantially redevelop property that he owns identified as PID 52.719.7201 (formerly Grandpa's Garage) to facilitate development of a local food-based facility; and

WHEREAS, to assist with paying costs incurred to redevelop the existing building and prepare the site for new development, tax increment financing is proposed by the property owner and the Economic Development Authority supports the request.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF CANNON FALLS, GOODHUE COUNTY, MINNESOTA, that the City Council hereby authorizes preparation of a Redevelopment Tax Increment Financing (TIF) Plan for the project and scheduling of a public hearing to consider the TIF Plan on May 16, 2017 at 6:30 p.m.

Adopted by the City Council of Cannon Falls this 21st day of March, 2017.

City of Cannon Falls

Lyman M. Robinson, Mayor

Attest: _____
Ronald S. Johnson, City Administrator