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CITY OF OTSEGO COUNTY OF WRIGHT STATE OF MINNESOTA

ORDINANCE NO. 2007-09

AN ORDINANCE ANNEXING UNINCORPORATED LAND ABUTTING THE EXISTING CITY LIMITS OF THE CITY OF OTSEGO, WRIGHT COUNTY, MINNESOTA PURSUANT TO MINNESOTA STATUTES 414.033, SUBDIVISION 2(3) PERMITTING ANNEXATION BY ORDINANCE

THE CITY COUNCIL OF THE CITY OF OTSEGO ORDAINS AS FOLLOWS:

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Section 1. That the unincorporated land described on the attached Exhibit A abuts upon the limits of the City of Otsego, is not now included within the limits of any City, is 60 acres or less in size, is or is about to become urban or suburban in character, is not presently served by public sewer or water facilities and 100% of all the owners of property in the area described have signed a petition requesting that the property be annexed to the City of Otsego.

Section 2. That the corporate limits of the City of Otsego are hereby extended to include the land described in the attached Exhibit A, said property containing 51.7 acres, more or less.

Section 3. In compliance with Minnesota Statutes §414.033, subdivision 2,3, property taxes payable on the property described in the attached Exhibit A shall be apportioned and paid to Monticello Township by the City as follows:

- a. Property taxes payable on the annexed area shall be payable to the Township for the year in which the annexation becomes effective. Thereafter, property taxes shall be paid to the City but shall be apportioned as listed below, and the City shall make a cash payment to the Township yearly in the following amounts:
- b. In the first year following the year in which the land was annexed, 90% of the property taxes paid in the year the land was annexed;
- c. In the second year following the year in which the land was annexed, 70% of the property taxes paid in the year the land was annexed;

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- d. In the third year following the year in which the land was annexed, 50% of the property taxes paid in the year the land was annexed;
- e. In the fourth year following the year in which the land was annexed, 30% of the property taxes paid in the year the land was annexed;
 - f. In the fifth year following the year in which the land was annexed, 10% of the property taxes paid in the year the land was annexed.

Section 4. The easterly parcel (Helfert Parcel) is currently rural residential and may remain so for a period of years, and therefore the City has determined that the tax rate for that property for City purposes shall remain at the Township rate for the first year, and then shall be brought up to the City rate over a five year period with a 20% increase per year of the difference between Township and City rate at the time of annexation, except that if the land is rezoned for other purposes the full City rate at that time shall apply.

Section 5. That prior to approval of the annexation by Municipal Boundary Adjustments, petitioners shall execute an agreement with the City insuring upgrading of a portion of 77th Street to the standards set forth in that Agreement within three years from the date that any business operations are commenced on the westerly parcel.

Section 4. The City Clerk is hereby directed to file certified copies of this ordinance with Minnesota State Department of Administration, Boundary Adjustment Division, Secretary of State, the Monticello Town Clerk, and the Wright County Auditor.

ADOPTED this 27th day of August, 2007.

IN FAVOR: Mayor Larry Fournier, Councilmembers: Vern Heidner, Jessica Stockamp, Mark Thorsted and Tom Darkenwald.

OPPOSED: NONE

CITY OF OTSEGO

Larry Fournier, Mayor

Judy Hudson.

EXHIBIT A

Property Annexed from Monticello Township to City of Otsego

Property 213-000-281200 Section 28, Township 121, Range 24 29.14 acres

That part of the Northwest Quarter of the Northeast Quarter of Section 28, Township 121, Range 24, Wright County, Minnesota, lying northeasterly of the northeasterly line of MINNESOTA DEPARTMENT OF TRANSPORTATION RIGHT OF WAY PLAT NO. 86-3, Wright County, Minnesota, on file and of record at the office of the County Recorder.

Property 213-000-281400 Section 28, Township 121, Range 24 22.67 acres

That part of the Southwest Quarter of the Northeast Quarter and the Southeast Quarter of the Northeast Quarter of Section 28, Township 121, Range 24, Wright County, Minnesota, lying northeasterly of the northeasterly line of MINNESOTA DEPARTMENT OF TRANSPORTATION RIGHT OF PLAT NO. 86-3 Wright County,

Minnesota, on file and of record at the office of the County Recorder.

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CITY OF OTSEGO COUNTY OF WRIGHT STATE OF MINNESOTA

ORDINANCE NO. 2007-14

AMENDING ORDINANCE NO. 2007-09 ANNEXING UNINCORPORATED LAND ABUTTING THE EXISTING CITY LIMITS OF THE CITY OF OTSEGO, WRIGHT COUNTY, MINNESOTA PURSUANT TO MINNESOTA STATUTES 414.033, SUBDIVISION 2 (3) PERMITTING ANNEXATION BY ORDINANCE

THE CITY COUNCIL OF THE CITY OF OTSEGO ORDAINS AS FOLLOWS:

WHEREAS, the City of Otsego on the 27th day of August, 2007, after a duly noticed public hearing, adopted Otsego Ordinance No. 2007-09 that extended the corporate limits of the City of Otsego; and

WHEREAS, the adopted ordinance was submitted to the Minnesota Department of Administration, Municipal Boundary Adjustments for review and approval; and

WHEREAS, Municipal Boundary Adjustments has requested that Section 3 of the submitted ordinance be amended to set forth a payment formula with "substantially equal payments".

NOW THEREFORE, the Otsego City Council hereby ordains as follows:

Section 1. Section 3 of adopted Otsego Ordinance No. 2007-09 is hereby deleted and amended to read as follows:

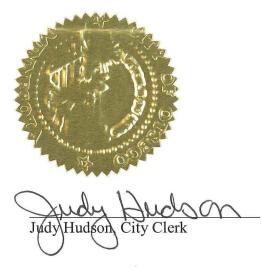
In compliance with Minnesota Statutes 414.036, property taxes payable on the property described in attached Exhibit A shall be apportioned and paid to Monticello Township in accordance with this section. Property taxes payable on the annexed area shall be payable to the Township for the year in which the annexation becomes effective. Thereafter, property taxes shall be paid to the City but the City shall make a cash payment to the Township yearly for a five (5) year period after the year of annexation (2007) in equal payments. Each yearly payment shall be 50% of the property taxes paid in the year the land was annexed. There are no special assessments or debt incurred by the Township attributable to the annexed property outstanding and subject to reimbursement by the City.

Section 2. The City Clerk is hereby directed to file a certified copy of this Ordinance amending Ordinance 2007-09 with the Minnesota Department of Administration, Boundary Adjustment Division, Secretary of State, Monticello Town Clerk, and the Wright County Auditor.

ADOPTED this 8th day of October, 2007.

IN FAVOR: Mayor Fournier; Councilmembers: Heidner, Stockamp, Thorsted and Darkenwald.

OPPOSED: None.



CITY OF OTSEGO Larry Fournier, Mayor

