

RESOLUTION NO. 96-18

WHEREAS, it is necessary for the City of Lexington to establish a policy for the use of tax increment financing which will guide administrative staff in dealing with economic development interests.

BE IT THEREFORE RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF LEXINGTON, NEBRASKA, as follows:

Section 1: That the policy of the City of Lexington, Nebraska, for use of the COMMUNITY DEVELOPMENT LAW, including tax increment financing shall include the following:

A. Such financing shall be used only for new construction in commercial or industrial development, and shall not include residential development.

B. The tax increment financing shall not exceed 15 years.

C. The tax increment financing shall be in the form of "tax abatement", with the developer agreeing to pay the cost of bond issuance, including the cost of blight studies; the developer agreeing to purchase the bonds; and the tax increment to be paid directly to the developer as a grant.

Section 2: That any cost of utility development shall be negotiated separately from tax increment financing.

PASSED AND APPROVED this 28th day of May, 1996.

CITY OF LEXINGTON, NEBRASKA

BY: Robert L. Hawks
Robert Hawks Mayor



E. Malzahn
E. Malzahn City Clerk