



CITY OF
LONG LAKE

City Council Agenda Report

City of Long Lake

450 Virginia Avenue, PO Box 606
Long Lake, MN 55356

MEETING DATE / June 18, 2024

SUBJECT: Approve Second Amendment to Assessment Agreement to Add Additional Property

Prepared By: Scott Weske, City Administrator

Report Date: 6/13/2024

Recommended City Council Action

Staff recommends the following:

Motion to adopt Resolution No. 2024-27 approving the Second Amendment to Assessment Agreement between the City of Long Lake, the Long Lake Economic Development Authority, and Long Lake Townhomes LLC, and authorizing the Mayor and Administrator to execute the Second Amendment afore-mentioned on behalf of the City.

Overview / Background

The City, the Authority, and The Borough LLC, a Minnesota limited liability company entered into a Development Agreement, dated as of April 1, 2021 in connection with the construction of 62 units of multifamily rental townhomes on property owned by the City.

The City, the Authority, and The Borough entered into an Assessment Agreement, dated as of April 1, 2021 which established a minimum market value for the Development Property and the Project.

The Borough assigned and transferred its interest in the Development Agreement and the Assessment Agreement to Long Lake Townhomes LLC, a Minnesota limited liability company pursuant to an Assignment, Assumption and First Amendment to Development Agreement and Assessment Agreement dated July 18, 2022 by and among the Authority, the City, Borough, and LL Townhomes.

LL Townhomes has proposed to further amend the Assessment Agreement to add additional property acquired by LL Townhomes to the Assessment Agreement, as provided in the Second Amendment to Assessment Agreement a form of which has been provided to the City and the Authority. The property added was contemplated and approved by the City and Authority as a potential second phase of the original development, contingent upon the developer securing the property from the owner. The Second Amendment will not affect the rights of the City nor the Authority under the Assessment Agreement.

Supporting Information

- Resolution No. 2024-27 authorizing execution of the Second Amendment to Assessment Agreement to add additional property to TIF 1-9 (the additional property added was formerly known as the Kunze property)
- Second Amendment to Assessment Agreement