

**ADDENDUM TO INTERLOCAL COOPERATION AGREEMENT ESTABLISHING
THE PAYSON/SANTAQUIN ANNEXATION BOUNDARY**

WHEREAS, Payson and Santaquin (“Cities”) entered into an Interlocal Cooperation Agreement (“Agreement”) on August 25, 2011; and

WHEREAS, the Cities created the Agreement to reach the goal of deciding upon a common boundary line along Payson’s southern border and Santaquin’s northern border. The agreement also contemplated an Interstate 15 interchange in the area and the Cities share sales tax revenue generated within 2000 feet of the interchange for 50 years; and

WHEREAS, the Agreement term was for 10 years and expires on August 25, 2021; and

WHEREAS, the Cities agree to abide by the Agreement through the expiration on August 25, 2021; and

WHEREAS, pursuant to Section 10-2-401.5(6) Utah Code Annotated, two or more cities can cooperate and negotiate in defining each municipality’s expansion area under an annexation policy plan.

NOW THEREFORE the parties hereto contract, covenant, and agree as follows:

1. The Cities agree the common annexation policy plan boundary line will be 12400 South west of I-15 and east of I-15 to SR198 as described in Exhibit A, and will in good faith work together to get the Interstate 15 interchange at 12400 South; and
2. The Cities will amend and retract their respective Annexation Policy Plans to reflect 12400 South as the boundary line between the Cities pursuant to Section 10-2-401.5 Utah Code Annotated.
3. The Cities agrees to consent in writing to annexation of parcels within the overlapped area until August 25, 2021.
4. The Cities will continue to agree to equally share the sales tax revenue generated within 2000 feet of the new Interstate 15 interchange for an additional 40 years.
5. Santaquin will take the necessary steps to disconnect the portion of its city, as described in Exhibit B, in order to keep the Spring Lake Community together and to be included Payson’s Annexation Policy Plan.
6. The cities will continue to work together on land use and utility planning. This will be important for the future interchange area.

Dated this 7th day of April, 2021.

PAYSON CITY

William R. Wright, Mayor

ATTEST:

Kim E. Holindrake, City Recorder

APPROVED AS TO FORM

Jason Sant, Payson City Attorney

SANTAQUIN CITY

Kirk F. Hunsaker, Mayor

ATTEST:

Aaron Shirley, City Recorder

APPROVED AS TO FORM

Brett Rich, Santaquin City Attorney