

FARGO CITY COMMISSION AGENDA
Monday, April 14, 2025 - 5:00 p.m.

City Commission meetings are broadcast live on TV Fargo Channel 56 and online at www.FargoND.gov/Streaming. They are rebroadcast Mondays at 5:00 p.m., Thursdays at 7:00 p.m. and Saturdays at 8:00 a.m. They are also included in the video archive at www.FargoND.gov/CityCommission.

- A. Pledge of Allegiance.
- B. Roll Call.
- C. Approve Order of Agenda.
- D. Minutes (Regular Meeting, March 31, 2025).

CONSENT AGENDA – APPROVE THE FOLLOWING:

- 1. North Dakota Non-Exclusive Right to Sell Agreements with Goldmark Commercial Real Estate Inc., Property Resources Group, LLC and Dakota Commercial & Development Co.
- 2. 1st reading of an Ordinance Amending Article 13-03 of Chapter 13 of the Fargo Municipal Code Relating to the Control and Regulation of Food Service Establishments.
- 3. 1st reading of an Ordinance Amending Section 1-0305(A)(1) of Article 1-03 of Chapter 1 of the Fargo Municipal Code Relating to Classification of Ordinance Violations.
- 4. 2nd reading, waive reading and final adoption of an Ordinance Enacting Section 10-0327 of Article 10-03 of Chapter 10 of the Fargo Municipal Code Relating to Public Safety, Morals and Welfare; 1st reading, 3/31/25.
- 5. 2nd reading, waive reading and final adoption of an Ordinance Amending Sections 25-1518(A) and (B) of Article 25-15 of Chapter 25 of the Fargo Municipal Code Relating to Restrictions on Sale, Service or Dispensing of Alcoholic Beverages and Section 1-0305 of Chapter 1-03 Relating to Ordinance Violations; 1st reading, 3/31/25.
- 6. Gaming Site Authorizations:
 - a. Boys & Girls Club of the Red River Valley at Suite Shots on 5/5/25.
 - b. Fargo Angels Hockey at Double Down Bar Grill and Casino.
 - c. Fargo Park District Foundation at CJ's Tavern.
 - d. John Greenley Amvets Post #7 at Amvets.
 - e. John Greenley Amvets Post #7 at Hi-Ho Burgers & Brews.
 - f. North Dakota Horse Park Foundation at Newman Outdoor Field.
 - g. Northern Prairie Performing Arts at The Old Broadway.
 - h. Northern Prairie Performing Arts at The Windbreak.
 - i. Red River Human Service Foundation at Blarney Stone on Broadway.
 - j. Red River Human Service Foundation at Elks on Broadway.
 - k. Red River Human Service Foundation at O'Cleavy's.
 - l. Red River Human Service Foundation at Sickies on 45th.
 - m. Red River Human Service Foundation at The Northern.
- 7. Applications for Games of Chance:
 - a. Benefit for Annie Mehus for a raffle on 5/10/25; Public Spirited Resolution.

- b. El Zagal Outdoors Unlimited for a calendar raffle from 7/1/25 to 7/31/25.
 - c. Make-A-Wish North Dakota for a raffle on 5/3/25.
 - d. NDSPLS Foundation for a raffle on 2/5/26.
 - e. NDSU Pinky Swear for bingo on 5/1/25.
 - f. Rebuilding Together Fargo-Moorhead Area, Inc. for a raffle board on 5/8/25.
 - g. St. John Paul II Catholic Schools for a calendar raffle from 6/2/25 to 6/30/25.
 - h. TNT Kid's Fitness and Gymnastics for a raffle on 5/1/25.
 - i. TNT Kid's Fitness and Gymnastics for a raffle on 5/2/25 and 5/3/25.
8. Encroachment Agreement (Landscaping) with Bell Bank for two landscaping beds located at 520 Main Avenue.
 9. Excavation Fees and Guidelines Revised April 1, 2025 effective 5/1/25.
 10. Agreement Regarding Deferral of Special Assessments with NICD, LLC.
 11. Bid advertisement for Project No. UR-25-D.
 12. Contract and bond for Project No. PR-25-A1.
 13. Rescind the contract award to Master Construction Company, Inc. and reject all bids for Improvement District No. BR-25-A1.
 14. Bid award to Northern Improvement Co. in the amount of \$2,958,513.60 for Improvement District No. BR-25-C1.
 15. Bid award to Key Contracting, Inc. in the amount of \$1,323,620.00 for Improvement District No. NR-24-C1.
 16. Create Improvement District No. BR-25-G1 and adopt Resolution of Necessity (Paving and Utility Rehab/Reconstruction).
 17. Contract and bond for Improvement District No. PR-25-C1.
 18. Contract and bond for Improvement District No. PR-25-E1.
 19. Items from the FAHR Meeting:
 - a. Bid award to First Data Merchant Services LLC in the amount of \$129,015.00 for a Point of Sale and Inventory System and related budget adjustment (RFP25077).
 - b. Piggyback purchase through Sourcewell Cooperative Purchasing Agreement with Daktronics in the amount of \$288,345.00 for system upgrades at the FARGODOME and related budget adjustment (PBC25117).
 - c. Amendment to Agreement (Indigent Defense) with Stormy Vickers d/b/a Vickers Law, LLC.
 - d. Bid award to MTS Seating in the amount of \$128,429.72 for the replacement of meeting room chairs at the FARGODOME (RFP25057).
 - e. Amendment to Recycling Agreement with Minnkota Enviroservices, Inc. d/b/a Minnkota Recycling.
 - f. Stockpile Access and Removal Agreement and Release, Hold Harmless and Indemnification Agreement.
 20. Amendment to Purchase of Service Agreement with the ND Department of Health and Human Services, Behavioral Health Division.

21. Notice of Grant Award from NDDHHS for the Ryan White Part B program (CFDA #93.917).
22. Direct the City Attorney's Office to draft revisions to Fargo Municipal Code Article 11-04.
23. Piggyback purchase through Sourcewell Cooperative Purchasing Agreement with Swanston Equipment in the amount of \$214,428.51 for one articulating sidewalk tractor and Lease with Option to Purchase Agreement with Kinetic Leasing, Inc. (PBC25022).
24. Bills.

REGULAR AGENDA:

25. Application for Abatement or Refund of Taxes #4592 for property located at 85 22nd Avenue North requesting a reduction in value for 2024.

PUBLIC HEARINGS - 5:15 pm:

26. **PUBLIC HEARING** – AAB Addition (4672 100th Avenue South and 10245 45th Street South); approval recommended by the Planning Commission on 1/7/25:
 - a. Zoning Change from AG, Agricultural to P/I, Public and Institutional.
 - b. 1st reading of rezoning Ordinance.
 - c. Plat of AAB Addition.
27. **PUBLIC HEARING** - Application to transfer a Class "A" Alcoholic Beverage License from BFG, Inc. d/b/a Borrowed Bucks to No Blue, LLC d/b/a Lyv at Uptown Main to be located at 2850 Uptown Way; continued from the 3/3/25 Regular Meeting.
28. **PUBLIC HEARING** - Application for an ownership change of a Class "A" Alcoholic Beverage License for 518 Properties LLC d/b/a 518 Properties located at 4609 33rd Avenue South; continued from the 3/3/25 Regular Meeting.
29. **PUBLIC HEARING** - Hearing to consider a Renewal Plan and Developer Agreement with Skyline, LLC/Roers for Tax Increment Financing District No. 2018-03 (1100 block of 18th Street North); continued from the 3/17/25 and 3/31/25 Regular Meetings.
30. Update on the research conducted for a full-time Mayor and the addition of two City Commissioners.
31. Recommendations for appointments to the following:
 - a. Fargo Dome Authority.
 - b. Municipal Airport Authority.
32. Applications for Property Tax Exemptions for Improvements Made to Buildings:
 - a. Michael Solc and Kallie Eberling, 902 Southwood Drive South (5 years).
 - b. Nancy J Schafer Revocable Living Trust, 4426 Carrie Rose Lane (5 years).
 - c. Erin Naylor, 1813 25 1/2 Avenue South (5 years).
 - d. Petar and Veselina Volkov, 85 22nd Avenue North (5 years).
 - e. Kimberly Ondo, 1545 4th Avenue South (5 years).
 - f. Wayne and Sandra Aamoth, 1328 7th Street South (5 years).
 - g. Barry Schmeiss, 6 North Terrace North Unit 6 (5 years).
 - h. The 2011 Kevin and Sara Alto Living Trust, 2401 South Flickertail Drive South (5 years).
 - i. Mark Eskildsen, 229 23rd Avenue North (5 years).
 - j. Carly Aamoth and Alex Wolf, 1413 7th Street South (5 years).

- k. Susan and Kurtis Hansey, 223 Prairiewood Drive South (5 years).
- l. Susan Thompson, 3308 1st Street North (5 years).
- m. Jesse and Joseph Rinehart, 723 8th Street South (5 years).
- n. Patricia and Aaron Romaine, 1505 10th Street South (5 years).
- o. Jared and Abigail Hineman, 101 Meadowlark Lane North (5 years).
- p. Derek Steiner and Anna Schimmelpfennig, 3238 45th Avenue South (5 years).
- q. Riley and Sophia McGraw, 415 University Drive South (5 years).

33. Liaison Commissioner Assignment Updates.

34. **RESIDENT COMMENTS (Fargo residents will be offered 2.5 minutes for comment with a maximum of 30 minutes total for all resident comments. Residents who would like to address the Commission, whether virtually or in person, must sign-up at FargoND.gov/VirtualCommission).**

People with disabilities who plan to attend the meeting and need special accommodations should contact the Commission Office at 701.241.1310 at least 48 hours before the meeting to give our staff adequate time to make arrangements.

Minutes are available on the City of Fargo website at www.FargoND.gov/CityCommission.



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ASSESSOR'S OFFICE

Fargo City Hall
225 4th Street North
Fargo, ND 58102
Phone: 701.241.1340 | Fax: 701.241.1339
www.FargoND.gov

April 8, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Attached is the Application for Abatement or Refund of Taxes #4592. The application is for a residence located at 85 22 Ave N. The application requests the following:

#4592 – for 2024, a reduction from \$338,000 to \$300,000

We have provided information regarding the valuation of this property and the reasons for a value adjustment. With the information provided by the owner and our staff appraiser's review, and based on the current condition and information of the property, we created new approaches to value and we feel a slight reduction is reasonable. The applicant has accepted the new proposed value.

SUGGESTED MOTION:

Approve a reduction of the property value at 85 22 Ave N in the following manner:
#4592 – reduce the 2024 certified value to \$308,100.

Sincerely,

Michael Splonskowski

Michael Splonskowski
Fargo City Assessor

Appeal of Property Tax Assessment

City of Fargo Staff Report

General Appeal Information

Tax Year: 2024
Filed Via: Abatement Application # 4592
Parcel Number: 01-2120-00250-000
Address: 85 22nd Ave N
Owner Name: Valkov, Petar and Veselina
Appellant: Petar Valkov
Requested Value: \$300,000

Subject Property



Property Type:	Single Family Dwelling
Story Height:	Split-Level
Year Built:	1959
Size (SF):	2,020 sf
Transaction History:	Not Applicable
True and Full Value:	\$ 338,000 (\$ 167 / SF)

Appeal Summary

The appellant filed this abatement, stating that the condition of the house was not reflected in the current valuation. He also pointed out that the single stall garage was less desirable in the current market, and the value should be adjusted for this. The appellant submitted photos of the house, as well as short narrative of his concerns, which is attached.

City of Fargo Staff Analysis

Assessment staff reviewed our property information as part of the reappraisal efforts in June of 2024. We found the home to be in average condition for its age. The home has a typical mixture of updates, renovations, and deferred maintenance. We found our property records to be accurate. No significant changes were made to the property record card. The property is currently being renovated, but the work was started after the 2024 value was certified.

Assessment Fairness

To test for assessment fairness, we compare the true and full value to that of similar properties. We chose as competing properties: single family split-level style homes, located in the immediate neighborhoods, of average quality, with single stall garages and similar size to the subject. We found 4 such properties. The subject is valued at the high end of the group:

Measure	True & Full Value	Value / SF
90 th Percentile	\$ 333,970	\$ 165
75 th Percentile	\$ 327,625	\$ 164
Median	\$ 321,400	\$ 161
25 th Percentile	\$ 314,750	\$ 157
10 th Percentile	\$ 307,640	\$ 155
Subject	\$ 338,000	\$ 167

Valuation Accuracy

We tested the accuracy of the true and full value by studying comparable sale prices. There were five comparable sales in the Northport neighborhood, with the exception that none of them have a single stall garage. The subject is valued higher than the prices of four out of the five comparable sales.

Address	Story Height	Year Built	Bath Count	Garage Stalls	Size (SF)	Sale Date	Sale Price (w/ SPUN)	Price / SF
2901 EDGEWOOD DR N	Split Level	1967	1 ¾ or 2	2	2,072	29-Jul-22	\$328,500	\$159
2201 9 ST S	Split Level	1967	3 or 3.5	2	2,072	14-Sep-22	341,200	165
113 22 AVE N	Split Level	1960	1 ¾ or 2	2	2,084	28-Oct-22	351,500	169
1005 24 AVE S	Split Level	1967	1 ¾ or 2	2	1,772	14-Nov-23	259,600	147
86 23 AVE N	Split Level	1959	1 ¾ or 2	2	2,020	19-Dec-23	301,400	149
Subject	Split Level	1959	2	1	2,020		\$ 338,000	\$ 167

We identified three of the above sales as highly comparable and estimated the value with the sales comparison approach. This method accounts for the concerns outlined by the appellant. With the sales comparison approach, we estimate the value to be \$308,100.

Conclusion

City staff have found data to support a reduction for the 2024 tax year. The current assessment appears high when compared with similar properties. The value is also high based on the identified comparable sales. Given the market data available, and the present condition and amenities of the subject property, we believe the sales comparison approach estimates the most supportable valuation.

Recommended Action:

Reduce the value to \$308,100 for the 2024 tax year

Information provided above is a summary of the analysis conducted. Full analysis is provided in the Assessment Department's work file.

85 22 Ave North, Application for reduction of assessed value

Petar M and Veselina A. Valkov

Our reasons for requesting re-evaluation in the current assessed value of the property.

Narrative:

- One stall car garage (uninsulated and unfinished). This is our main reason as at this day and age people are looking for properties with three garages, and eventually settling on two.
- Overall condition of the property. There are maintenance issues.
- Ongoing roof problems. We have replaced the roof about 10 years ago, but we still experience some issues. See interior photo.
- Siding, soffit, and fascia problems - need of repair / repaint. Please see photos.
- Planter next to garage needs to be rebuilt.
- Ongoing repairs and remodeling inside. As evident from the provided photos, there is a lot of work to be completed.
- Current real-estate market conditions in Fargo, where - to sell, the price needs to be adjusted.

The house was built in 1959, some the due repairs have been postponed by previous owners. We are attempting to bring the property to a better condition but many items remain.

We have prepared a small excel table with nearby properties and their resale value from Zillow. Please see attached.

Thank you for your consideration on our request for adjustment of appraisal value.

Sincerely,

Petar and Veselina

Encl.



Application For Abatement Or Refund Of Taxes

North Dakota Century Code § 57-23-04

on or before November 1 of the year following the year in which the tax becomes delinquent.

State of North Dakota

Assessment District City of Fargo

County of Cass

Property I.D. No. 01-2120-00250-000

Name Petar M. Valkov

Telephone No. (701) 729-1118

Address 85 22 Avenue North, Fargo, ND 58102

Legal description of the property involved in this application:

Lot: 3 Block: 2 Addition: North Park Additional: NORTH PARK LOT 3 BLK 2 AND E 4' LOT 4

Total true and full value of the property described above for the year 2024 is:

Land \$ 69,300
Improvements \$ 268,700
Total \$ 338,000
(1)

Total true and full value of the property described above for the year 2024 should be:

Land \$ 69,000
Improvements \$ 231,000
Total \$ 300,000
(2)

The difference of \$ 38,000.00 true and full value between (1) and (2) above is due to the following reason(s):

- ☐ 1. Agricultural property true and full value exceeds its agricultural value defined in N.D.C.C. § 57-02-27.2
- ☒ 2. Residential or commercial property's true and full value exceeds the market value
- ☐ 3. Error in property description, entering the description, or extending the tax
- ☐ 4. Nonexisting improvement assessed
- ☐ 5. Complainant or property is exempt from taxation. Attach a copy of Application for Property Tax Exemption.
- ☐ 6. Duplicate assessment
- ☐ 7. Property improvement was destroyed or damaged by fire, flood, tornado, or other natural disaster (see N.D.C.C. § 57-23-04(1)(g))
- ☐ 8. Error in noting payment of taxes, taxes erroneously paid
- ☐ 9. Property qualifies for Homestead Credit (N.D.C.C. § 57-02-08.1) or Disabled Veterans Credit (N.D.C.C. § 57-02-08.8). Attach a copy of the application.
- ☐ 10. Other (explain) _____

The following facts relate to the market value of the residential or commercial property described above. For agricultural property, go directly to question #5.

1. Purchase price of property: \$ 185,000 Date of purchase: 6/14/2013
Terms: Cash ☒ Contract _____ Trade _____ Other (explain) Mortgage
Was there personal property involved in the purchase price? no Estimated value: \$ _____
yes/no
2. Has the property been offered for sale on the open market? no If yes, how long? _____
yes/no
Asking price: \$ _____ Terms of sale: _____
3. The property was independently appraised: no Purpose of appraisal: _____
yes/no
Market value estimate: \$ _____
Appraisal was made by whom? _____
4. The applicant's estimate of market value of the property involved in this application is \$ _____
5. The estimated agricultural productive value of this property is excessive because of the following condition(s): _____

Applicant asks that Based on the current market conditions and the condition / amenities of the property.

the property is apparently overvalued and the owner is asking for the true and full value be adjusted
to reflect the actual market value.

By filing this application, I consent to an inspection of the above-described property by an authorized assessment official for the purpose of making an appraisal of the property. I understand the official will give me reasonable notification of the inspection. See N.D.C.C. § 57-23-05.1.

I declare under the penalties of N.D.C.C. § 12.1-11-02, which provides for a Class A misdemeanor for making a false statement in a governmental matter, that this application is, to the best of my knowledge and belief, a true and correct application.

Signature of Preparer (if other than applicant)

Date

Signature of Applicant

Date

Recommendation of the Governing Body of the City or Township

Recommendation of the governing board of _____

On _____, the governing board of this municipality, after examination of this application and the facts, passed a resolution recommending to the Board of County Commissioners that the application be _____

Dated this _____ day of _____, _____

City Auditor or Township Clerk

Action by the Board of County Commissioners

Application was _____ by action of _____ County Board of Commissioners.

Approved/Rejected

Based upon an examination of the facts and the provisions of North Dakota Century Code § 57-23-04, we approve this application. The taxable valuation is reduced from \$ _____ to \$ _____ and the taxes are reduced accordingly. The taxes, if paid, will be refunded to the extent of \$ _____. The Board accepts \$ _____ in full settlement of taxes for the tax year _____.

We reject this application in whole or in part for the following reason(s). Written explanation of the rationale for the decision must be attached. _____

Dated _____

County Auditor

Chairperson

Certification of County Auditor

I certify that the Board of County Commissioners took the action stated above and the records of my office and the office of the County Treasurer show the following facts as to the assessment and the payment of taxes on the property described in this application.

Year	Taxable Value	Tax	Date Paid (if paid)	Payment Made Under Written Protest?
				yes/no

I further certify that the taxable valuation and the taxes ordered abated or refunded by the Board of County Commissioner are as follows:

Year	Reduction in Taxable Valuation	Reduction in Taxes

County Auditor

Date

**Application For Abatement
Or Refund Of Taxes**

Name of Applicant

Peter M Valkov

County Auditor's File No.

4592

Date Application Was Filed
With The County Auditor

9/17/24

Date County Auditor Mailed
Application to Township
Clerk or City Auditor

3/7/25

(must be within five business days of filing date)

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City of Fargo Staff Report			
Title:	AAB Addition	Date:	1/02/2025
		Update:	4/10/2025
Location:	4672 100 th Avenue South and 10245 45 th Street South	Staff Contact:	Donald Kress, current planning coordinator
Legal Description:	Portion of the NE ¼ of the NE 1/4, Sec. 28, T138N, R49W City of Fargo, Cass County, North Dakota		
Owner(s)/Applicant:	Cass County Joint Water Resources District / Metro Flood Diversion Authority.	Engineer:	Houston Engineering, Inc.
Entitlements Requested:	Major Subdivision (Plat of AAB Addition , a plat of an unplatted portion of the NE ¼ of the NE 1/4, Sec. 28, T138N, R49W City of Fargo, Cass County, North Dakota), and a Zoning Change (from AG, Agricultural to P/I, Public/Institutional)		
Status:	City Commission Public Hearing: April 28th, 2025		
Existing		Proposed	
Land Use: Undeveloped		Land Use: Public utility	
Zoning: AG, Agricultural		Zoning: P/I, Public/Institutional	
Uses Allowed: AG – Agricultural. Allows detached houses day cares for 12 or fewer children or adults, parks and open space, safety services, basic utilities, certain telecommunications structures, and crop production		Uses Allowed: Allows colleges, community service, daycare centers of unlimited size, detention facilities, health care facilities, parks and open space, religious institutions, safety services, schools, offices, commercial parking, outdoor recreation and entertainment, industrial service, manufacturing and production, warehouse and freight movement, waste related use, agriculture, aviation, surface transportation, basic utilities, certain telecommunications structures, and major entertainment events.	
Maximum Density Allowed (Residential) in AG: 1 dwelling unit per 10 acres.		Maximum Lot Coverage Allowed in P/I: Based on the dimensional standards of adjacent zoning district.	
Proposal:			
<p>SUBJECT PROPERTY LOCATION NOTE: <i>Though the subject property is some distance from the main area of Fargo, it is within city limits, as it was part of the 2006 Southside Annexation plat. Development planned for this property at the time did not go forward. It has not been platted or zoned since being annexed. The individual parcels in this area were created through deed splits rather than the subdivision process.</i></p> <p>The applicant requests two entitlements:</p> <ol style="list-style-type: none"> 1. A major subdivision, entitled AAB Addition, a plat of an unplatted portion of the NE ¼ of the NE 1/4, Sec. 28, T138N, R49W City of Fargo, Cass County, North Dakota 2. A zoning change from AG, Agricultural to P/I, Public/Institutional <p>This project was reviewed by the City's Planning and Development, Engineering, Public Works, and Fire Departments ("staff"), whose comments are included in this report.</p> <p>Surrounding Land Uses and Zoning Districts:</p> <ul style="list-style-type: none"> • North: (across 100th Avenue South) AG; undeveloped; one former farmstead • East: AG; former farmstead; agricultural and farmstead (0.41 mile away) • South: AG; FM Diversion • West: AG; agricultural and farmstead (0.24 mile away) 			

Area Plans:
Fargo Growth Plan 2024 designates the place type of the subject property as "General Industrial and Flex Warehouse." Staff considers the proposed development to be a basic utility, owned by a public entity, and zoned P/I, Public/Institutional. The proposed development is consistent with this place type designation.
Context:
Schools: The subject property is located within the West Fargo School District and is served by Kennedy Elementary, Discovery Middle and Davies High schools.
Neighborhood: The subject property is not located within a designated neighborhood.
Parks: There are no Fargo Park District parks within one mile of the subject property.
Pedestrian / Bicycle: There are no on-road or off-road multi-use paths adjacent to the subject property at this time. Paths will be included in the eventual development of 100 th Avenue South and 45 th Street South.
MATBUS Route: The subject property is not on a MATBUS route at this time.
Staff Analysis:
<p><u>MAJOR SUBDIVISION</u></p> <p>The subdivision plat creates one lot in one block, to be zoned P/I, Public/Institutional, for development of a public utility. The plat depicts dedication of right of way for 45th Street South (100 feet). No dedication of right of way is required for 100th Avenue South.</p> <p><u>ACCESS</u></p> <p>The subdivision will take access from 45th Street South. A negative access easement (NAE) along the 100th Avenue South property frontage prohibits direct access to the subdivision from that avenue. An NAE along the north 310 feet of the 45th Street South property frontage also prohibits access, in order to protect the intersection of 45th Street and 100th Avenue South. In addition to the right of way dedication noted above, the applicant has provided an easement for a future street east-west across the approximate middle of the subject property. This easement is a separate document and is not depicted in the plat nor included with the approval of the plat.</p> <p><u>WATER and SEWER</u></p> <p>Water will be provided by Cass Rural Water. Septic will be handled by an on-site septic system. Fargo Cass Public Health will review the design and specify requirements for the on-site septic system.</p> <p><u>ZONE CHANGE</u></p> <p>The subject property is currently zoned AG, Agricultural. The proposed development on this property is a support and maintenance facility for the Metro Flood Diversion Authority. Staff considers this to be a public utility. The proposed P/I, Public/Institutional zone is the appropriate zoning for the development proposed on this property. Land Development Code Section 20-0304.A. states "The P/I zoning classification is not intended for commercial or industrial developments."</p> <p>Zoning</p> <p>Section 20-0906. F (1-4) of the LDC stipulates the following criteria be met before a zone change can be approved:</p> <ol style="list-style-type: none"> 1. Is the requested zoning change justified by a change in conditions since the previous zoning classification was established or by an error in the zoning map? Staff is unaware of any error in the zoning map as it relates to this property. The property is currently zoned AG: Agricultural. The applicant requests a zoning change to P/I, Public/Institutional, for the development of a public utility use. (Criteria Satisfied)

2. Are the City and other agencies able to provide the necessary public services, facilities, and programs to serve the development allowed by the new zoning classifications at the time the property is developed?

City staff and other applicable review agencies have reviewed this proposal. The project will be served by Cass Rural Water and an on-site septic system designed to the satisfaction of Fargo Cass Public Health. The subject property fronts on an existing public right-of-way. Additional dedications will widen the right of way and extend it the full length of the proposed lots. **(Criteria satisfied)**

3. Will the approval of the zoning change adversely affect the condition or value of the property in the vicinity?

Staff has no documentation or evidence to suggest that the approval of this zoning change would adversely affect the condition or value of the property in the vicinity. Written notice of the proposal was sent to all property owners within 300 feet of the subject property. To date, Planning staff has received and responded to one inquiry. Staff finds that the approval of the zoning change will not adversely affect the condition or value of the property in the vicinity. **(Criteria satisfied)**

4. Is the proposed amendment consistent with the purpose of this LDC, the Growth Plan, and other adopted policies of the City?

The LDC states "This Land Development Code is intended to implement Fargo's Comprehensive Plan and related policies in a manner that protects the health, safety, and general welfare of the citizens of Fargo." Fargo Growth Plan 2024 designates the place type of the subject property as "General Industrial and Flex Warehouse." Staff considers the proposed development to be a basic utility, owned by public entity, and zoned P/I, Public/Institutional. The proposed development is consistent with this place type designation. **(Criteria satisfied)**

Major Subdivision

The LDC stipulates that the following criteria is met before a major subdivision plat can be approved

1. Section 20-0907.C.1 of the LDC stipulates that no major subdivision plat application will be accepted for land that is not consistent with an approved Growth Plan or zoned to accommodate the proposed development.

The requested zoning for the industrial development on this property is P/I, Public/Institutional, which is consistent with the place type designation of Fargo Growth Plan 2024. In accordance with Section 20-0901.F of the LDC, notices of the proposed plat have been sent out to property owners within 300 feet of the subject property. To date, Planning staff has received and responded to one inquiry. **(Criteria Satisfied)**

2. Section 20-0907.C.4.c of the LDC further stipulates that the Planning Commission shall recommend approval or denial of the application and the City Commission shall act to approve or deny, based on whether it is located in a zoning district that allows the proposed development, complies with the adopted Area Plan, the standards of Article 20-06 and all other applicable requirements of the Land Development Code.

The property is proposed to be zoned P/I, Public/Institutional. As noted in the zone change findings above, this zone is consistent with the place type designation of the Fargo Growth Plan 2024. The project has been reviewed by the city's Planning, Engineering, Public Works, Inspections, and Fire Departments. **(Criteria Satisfied)**

3. Section 20-0907.C.4.f of the LDC stipulates that in taking action on a Final Plat, the Board of City Commissioners shall specify the terms for securing installation of public improvements to serve the subdivision.

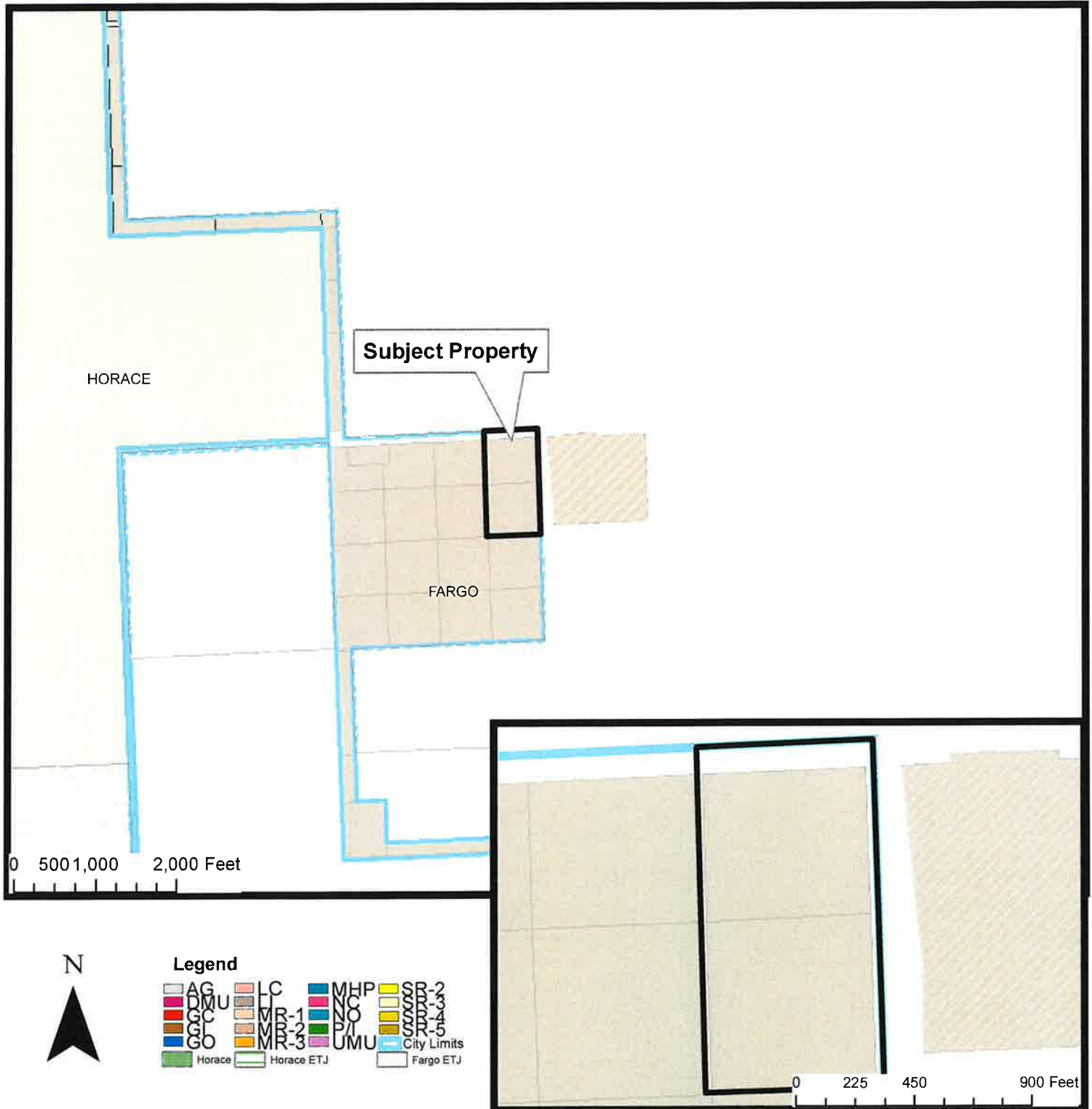
Staff has created an amenities plan that specifies the terms or securing installation of public improvements to serve the subdivision. This amenities plan has been reviewed by the Public Works Project Evaluation Committee (PWPEC) and the property owner. Any improvements associated with the project (both existing and proposed) are subject to special assessments. Special assessments associated with the costs of the public infrastructure improvements are

<p>proposed to be spread by the front footage basis and storm sewer by the square footage basis as is typical with the City of Fargo assessment principles. (Criteria Satisfied)</p>
<p>Staff Recommendation:</p>
<p>Suggested Motion: "To accept the findings and recommendations of the Planning Commission and staff and hereby waive the requirement to receive the rezoning Ordinance one week prior to the first reading and place the rezoning Ordinance on for first reading, and move to approve the proposed 1) Zoning Change from AG, Agricultural to P/I, Public/Institutional, and 2) a plat of the AAB Addition, as presented, as the proposal complies with the Standards of Article 20-06, and Sections 20-0906.F (1-4) and 20-0907.C of the LDC and all other applicable requirements of the LDC, and the 2024 Growth Plan."</p>
<p>Planning Commission Recommendation: January 7th, 2025</p>
<p>At the January 7th, 2025 Planning Commission hearing, that Commission, by a vote of 10-0 with one Commission seat vacant, moved to accept the findings and recommendations of staff and recommended to the City Commission approval of the proposed 1) Zoning Change from AG, Agricultural to P/I, Public/Institutional, and 2) a plat of the AAB Addition, as presented, as the proposal complies with the Standards of Article 20-06, and Sections 20-0906.F (1-4) and 20-0907.C of the LDC and all other applicable requirements of the LDC, and the 2024 Growth Plan.</p>
<p>Attachments:</p>
<ol style="list-style-type: none"> 1. Zoning map 2. Location map 3. Preliminary plat

Major Subdivision and Zone Change from AG, Agricultural to P/I, Public/Institutional

AAB Addition

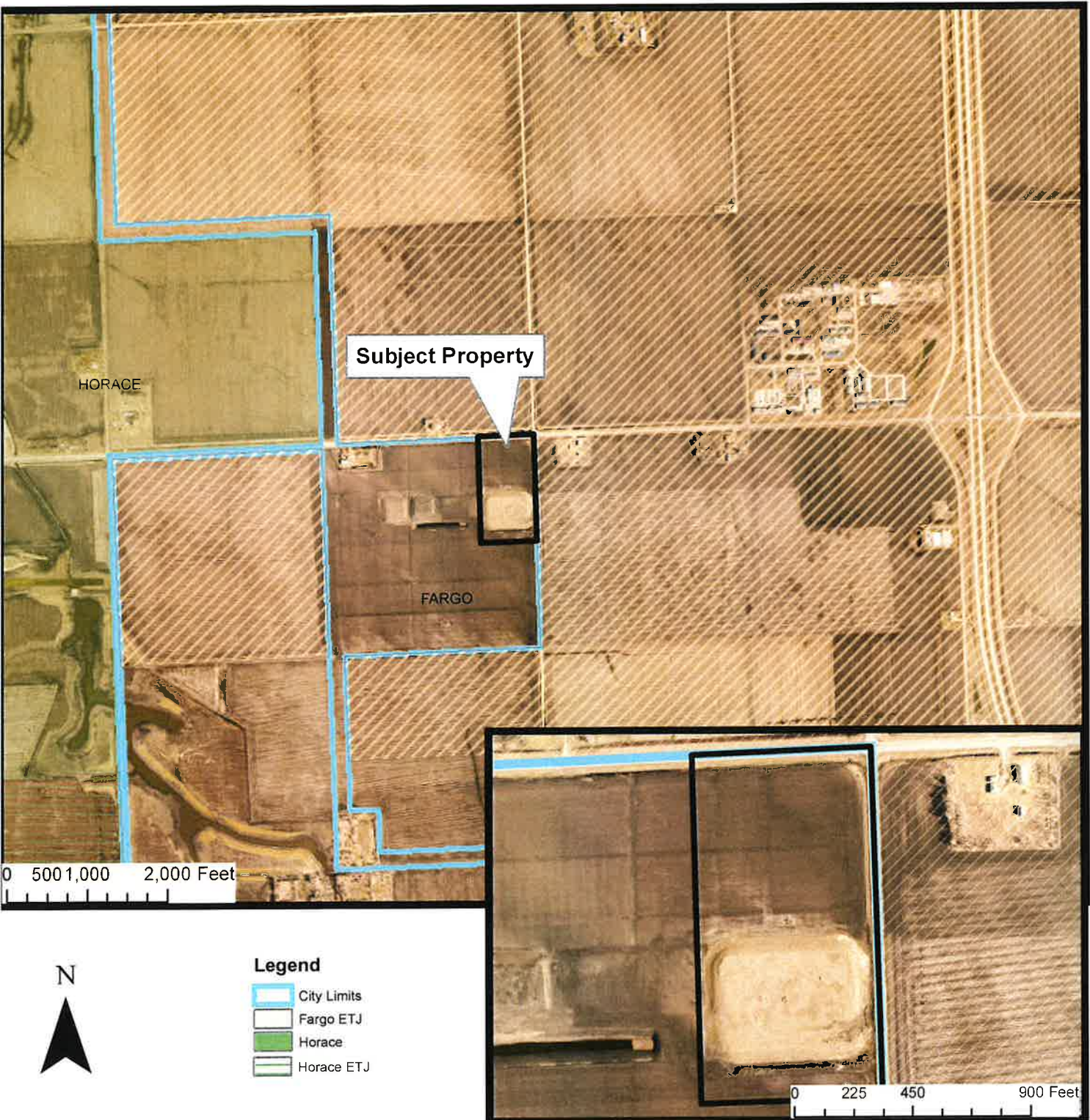
4672 100th Avenue South and 10245 45th Street South



Major Subdivision and Zone Change from AG, Agricultural to P/I, Public/Institutional

AAB Addition

4672 100th Avenue South and 10245 45th Street South



AAB ADDITION

A MAJOR SUBDIVISION

BEING A PLAT OF THE NORTHEAST QUARTER OF THE
NORTHEAST QUARTER OF SECTION 28, T138N, R49W OF THE 5TH P.M.
TO THE CITY OF FARGO,
CASS COUNTY, NORTH DAKOTA



HOUSTON
ENGINEERING, INC.

Sheet 1 of 2
Project No. 7438-0203

OFFICE OF THE CITY ATTORNEY
FARGO, NORTH DAKOTA

ORDINANCE NO. _____

266

AN ORDINANCE REZONING A CERTAIN PARCEL
OF LAND LYING IN AAB ADDITION
TO THE CITY OF FARGO, CASS COUNTY, NORTH DAKOTA

WHEREAS, the Fargo Planning Commission and the Board of City Commissioners of the City of Fargo have held hearings pursuant to published notice to consider the rezoning of certain parcels of land lying in the proposed AAB Addition to the City of Fargo, Cass County, North Dakota; and,

WHEREAS, the Fargo Planning Commission recommended approval of the rezoning request on January 7, 2025; and,

WHEREAS, the rezoning changes were approved by the City Commission on April 14, 2025,
NOW, THEREFORE,

Be It Ordained by the Board of City Commissioners of the City of Fargo:

Section 1. The following described property:

All of AAB Addition to the City of Fargo, Cass County, North Dakota;

is hereby rezoned from "AG", Agricultural, District to "P/I", Public and Institutional, District.

Section 2. The City Auditor is hereby directed to amend the zoning map now on file in his office so as to conform with and carry out the provisions of this ordinance.

OFFICE OF THE CITY ATTORNEY
FARGO, NORTH DAKOTA

ORDINANCE NO. _____

1 Section 3. This ordinance shall be in full force and effect from and after its passage and
2 approval.

3
4
5
6 (SEAL)

Timothy J. Mahoney, M.D., Mayor

7 Attest:

8
9
10 _____
Steven Sprague, City Auditor

First Reading:
Second Reading:
Final Passage:

MEMORANDUM

TO: City Commission

FROM: Steven Sprague, City Auditor

SUBJECT: Liquor License Application – Lyv at Uptown & Main

DATE: February 19 2025

The following application for a liquor license was received by the Auditor's office and reviewed by the Liquor Control Board:

License Class: A – Full service– bar allowed, no food sales requirement
Business Name: Luv at Uptown & Main
Location: 2850 Uptown Way
Applicants: Michael Thomas & Michael Vannett

This application is for the transfer of a Class A liquor license from Borrowed Bucks to Lyv at Uptown & Main. Borrowed Bucks closed a couple of years ago and has been working to find a party interested in a Class A liquor license.

No concerns were found in the criminal history background check a couple of minor credit items showed up. The background check was approved by the Police Chief. Staff & Liquor Control recommend approval of the transfer of a Class A alcoholic beverage license from Borrowed Bucks to No Blue LLC d/b/a Lyv at Uptown & Main. The complete application is available for review in the Auditor's Office.

Recommended Motion:

Move to approve the transfer of a Class A alcoholic beverage license from Borrowed Bucks to No Blue LLC d/b/a Lyv at Uptown & Main.



FARGO POLICE DEPARTMENT

A SAFE AND UNIFIED COMMUNITY BUILT ON TRUST, ACCOUNTABILITY AND INCLUSION

NEIGHBORHOOD SERVICES DIVISION

MEMORANDUM

To: Chief David Zibolski

From: Sergeant Daniel Hulbert *DMH*

Date: 02.25.2025

RE: Alcoholic Beverage License Transfer Background & Credit Check: Lyv at Uptown Main

Yearly Background Check:

No Blue, LLC d/b/a Lyv at Uptown Main, Located at 2850 Uptown Way.

In accordance with Section 25-1505 of the Fargo Municipal Code, I have conducted an investigation into the character, reputation and fitness of the applicant(s) listed on the supplied application.

During this investigation, I examined the applicants' public record criminal backgrounds.

The following information was discovered through this investigation:

Thomas, Michael (Owner)

Criminal History -

A search of Fargo Police Department criminal records, North Dakota public records (publicsearch.ndcourts.gov) and Minnesota public records (<https://chs.state.mn.us>) showed no criminal history.

Credit History -

A search through Experian provided a credit profile report showing no bankruptcies and no debts turned over to collections.

Vannett, Michael (Owner)

Criminal History -

A search of Fargo Police Department criminal records, North Dakota public records (publicsearch.ndcourts.gov) and Minnesota public records (https://chs.state.mn.us) showed no criminal history.

Credit History -

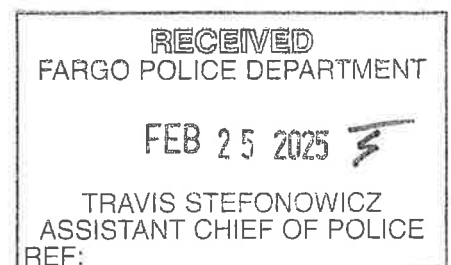
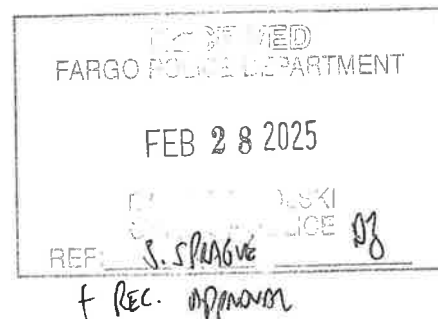
A search through Experian provided a credit profile report showing no bankruptcies and no debts turned over to collections.

Business Location

Lyv at Uptown Way is located at 2850 Uptown Way. Other businesses in the area with alcoholic beverage licenses are Plaza Azteca Mexican Restaurant Veterans, The Tavern Grill, and Sickies Burgers & Brews.

Conclusion

This background investigation is being forwarded for your review and recommendation to the City of Fargo Liquor Control Board.



TRANSFER Application for an Alcoholic Beverage License

Legal Company Name: No Blue LLC

(Must match State of North Dakota registration name)

DBA Name: L y v AT Uptown + Man

License Transferred From: BFG, Inc. DBA BORROWLA Bucks

****Applicant must include letter from current license holder approving transfer of license****

Is the establishment applying for (or has) a food license under the same name? Yes _____ No ✓

Business location address: 2850 Uptown Way, Fargo, North Dakota

Mailing address: 4650 26th Avenue South, Suite E, Fargo, ND 58104

Business E-mail address: mthomas@brandtholdings.com

Local Manager E-mail address: mthomas@brandtholdings.com

Best Contact Phone number: (701) 499-0078

Anticipated Date of Opening: May 2026

Please contact the Auditor's Office at 701-241-1301 or 241-8108 to determine the appropriate License Classification Type that would fit your business model.

The following section to be completed by City Staff:

Date Received: 12/23/24

Class of License: A

Investigations Fee Paid (\$250) X Yes _____ No

Date Paid: 12/23/24 Check/CC # 1156

Police Department review completed by: _____

Date: _____

(Attached recommendation report):

_____ Approval Recommendation

_____ Denial Recommendation

Chief of Police

Date

MEMORANDUM

TO: City Commission

FROM: Steven Sprague, City Auditor

SUBJECT: Liquor License Application – 518 Properties

DATE: February 19 2025

The following application for a liquor license was received by the Auditor's office and reviewed by the Liquor Control Board:

License Class: A – Full service– bar allowed, no food sales requirement
Business Name: 518 Properties
Location: 4609 33rd Ave South
Applicants: Tyler Brandt

This application is for the transfer of a Class A liquor license. This license was issued to three parties involved in the business, this transfer will remove two of the original applicants, only Tyler Brandt will remain on the license. In addition, the license is being held for a future development, a food hall concept with pickleball and a concert venue. Along with this request the application is requesting a continuation of the exemption in 25-1512.

No concerns were found in the background check. The background check was approved by the Police Chief. Staff & Liquor Control recommend approval of the transfer of a Class A alcoholic beverage license to 518 Properties LLC d/b/a 518 Properties. The complete application is available for review in the Auditor's Office.

Recommended Motion:

Move to approve the transfer of a Class A alcoholic beverage license to 518 Properties LLC d/b/a 518 Properties.



FARGO POLICE DEPARTMENT

A SAFE AND UNIFIED COMMUNITY BUILT ON TRUST, ACCOUNTABILITY AND INCLUSION

NEIGHBORHOOD SERVICES DIVISION

MEMORANDUM

To: Chief David Zibolski

From: Sergeant Daniel Hulbert *Dmit*

Date: 01.28.2025

RE: Alcoholic Beverage Change of Manager/Owner Credit & Background Check: 518 Properties

Yearly Background Check:

518 Properties, LLC d/b/a 518 Properties, Located at 4609 33rd Avenue South, Suite 308.

In accordance with Section 25-1505 of the Fargo Municipal Code, I have conducted an investigation into the character, reputation and fitness of the applicant(s) listed on the supplied application.

During this investigation, I examined the applicants' public record criminal backgrounds and credit report.

The following information was discovered through this investigation:

Tyler Brandt (Owner/Manager)

Criminal History -

A search of Fargo Police Department criminal records, North Dakota public records (publicsearch.ndcourts.gov) and Minnesota public records (<https://chs.state.mn.us>) showed no criminal history. See attached credit report.

Credit History -

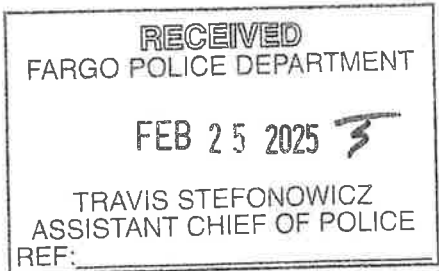
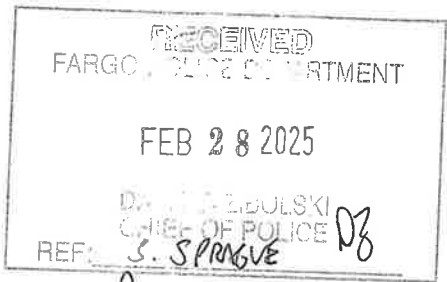
A search through Experian provided a credit profile report showing no bankruptcies and no debts turned over to collections.

Business Location

518 Properties is located at 4609 33rd Avenue South, Suite 308. Other businesses in the area with alcoholic beverage licenses are The Tavern Grill, JL Beers, and the Windbreak.

Conclusion

This background investigation and credit report is being forwarded for your review and recommendation to the City of Fargo Liquor Control Board.



Instructions for a CHANGE OF OWNER/GENERAL MANAGER Application

1. Application should be filed with the City Auditor's Office along with a non-refundable \$100 application/background check fee. Please allow approximately 60 days for the approval process.
2. Server training is required to be completed prior to employment, please visit <http://myservertraining.org> to complete this training.

Please contact City Auditor's Office at 701-241-1301 or 241-8108 with any questions.

Legal Company Name: 518 Properties LLC

(Must match State of North Dakota registration name)

DBA Name: 518 Properties *Please*

contact the Auditor's Office at 701-241-1301 or 241-8108 to determine the appropriate License Classification Type that would fit your business model.

Business Location Address: 4609 33rd Ave South Suite 308

Business Email: brandt.tyler@gmail.com

Business Phone Number: (518) 858-9338

Start or Starting Date of New Manager: Dec 1 2024

The following section to be completed by City Staff:

Date Received: 12/9/24

Class of License: A

Investigations Fee Paid (\$100) ☒ Yes ☐ No Date Paid: Check/CC #

Police Department review completed by: Date:

(Attached recommendation report):

Approval Recommendation

Denial Recommendation


Chief of Police

Date

MEMORANDUM

(29) CITY COMMISSION ACTION
continued to 4/14/25

TO: Fargo City Commission

FROM: Jim Gilmour, Director of Strategic Planning and Research 

DATE: March 24, 2025

SUBJECT: Renewal Plan for a site near NDSU

I drafted a Renewal Plan for the redevelopment of a site near North Dakota State University (NDSU). It is in the 1100 block of 18th Street North. Seven blighted buildings have been demolished and the site is vacant. The redevelopment project would clean up the site and construct an 88-unit apartment building.

The developer is requesting Tax Increment Financing (TIF) for costs allowed by City policy. The new development will be an 88-unit apartment building with a value of more than \$11 million. Following expiration of the TIF Note, new property taxes are estimated to be \$154,000.00 a year. The length of the TIF Note will not exceed 11 years following completion of the building, but will also include TIF income during the construction year.

The Core Neighborhood future land use plan for the site indicates multifamily residential. The current zoning allows housing on the block. The Planning Commission has indicated the Renewal Plan is consistent with the GO2030 Comprehensive Plan.

The Economic Development Incentives Committee is recommending approval of the Renewal Plan and TIF assistance. However, at the request of the Finance Department, the TIF assistance will be structured as a TIF note rather than a TIF exemption.

A public hearing on the Renewal Plan and Developer Agreement is part of the review process. This hearing will provide an opportunity for potential competitors to comment if they feel the agreement would result in unfair competition.

Recommended Motion:

Approve the Resolution adopting the Renewal Plan and a Developer Agreement with Skyline, LLC to provide a TIF note for the project.

Attachments

1. Resolution
2. Renewal Plan
3. Developer Agreement
4. TIF Application
5. Report from Financial Advisor

RESOLUTION
BOARD OF CITY COMMISSIONERS OF THE
CITY OF FARGO

TAX INCREMENT FINANCING DISTRICT 2018-03

Commissioner _____ moved for approval of the following:

WHEREAS, Certain areas within the City are in need of redevelopment in order to prevent further deterioration, to encourage investment and to preserve property values; and

WHEREAS, The Board of City Commissioners desires to avail itself of the power and authority granted by Chapter 40-58 NDCC.

NOW, THEREFORE, BE IT RESOLVED, By the Board of City Commissioners as follows:

1. That one or more slum or blighted areas, or areas consisting of industrial or commercial property, or a combination of those areas of properties, exist in the City of Fargo.
2. That the development, rehabilitation, conservation or redevelopment, or a combination thereof, of the area contained within the Renewal Plan Update for Tax Increment Financing District No. 2018-03, is necessary in the interest of public health, safety, morals or welfare of the residents of the City of Fargo and will afford maximum opportunity, consistent with the sound needs of the city as a whole, for the rehabilitation or redevelopment of the development area by private enterprise.
3. That there are blighted areas within the area contained within the Renewal Plan Update with deteriorated conditions that discourage redevelopment. The Renewal Area, as defined in the Renewal Plan Update, is blighted due to the presence of these conditions have substantially impaired the growth of the City, and have slowed the provision of appropriate redevelopment in this area. As a result, the Board of City Commissioners finds that a blighted condition exists in the said area.
4. That the area designated as the Renewal Plan Update or Tax Increment Financing District No. 2018-03 is appropriate for a development project.
5. That such development, rehabilitation, conservation or redevelopment of the area contained in the Renewal Plan Update for Tax Increment Financing District No. 2018-03 requires the powers and authority granted in Chapter 40-58 NDCC.
6. That the Renewal Plan Update for Tax Increment Financing District No. 2018-03 is hereby officially adopted by the Board.

7. That a Developer Agreement be prepared in regard to the Tax Increment Financing.

8. That the appropriate staff be directed to request the County Auditor and Treasurer to compute, certify and remit tax increments resulting from the development or renewal of the area in accordance with the plan and any modifications thereof, and that the County Auditor and Treasurer shall do so in accordance with this section.

Said motion was seconded by Commissioner _____ and, upon call of the roll, the motion carried with Commissioner(s) _____ not being present, Commissioners _____ voting aye, Commissioners _____ voting nay and Commissioner(s) _____ abstaining and the motion therefore being declared carried.

RENEWAL PLAN UPDATE
DISTRICT NO. 2018-03
CITY OF FARGO, NORTH DAKOTA
February, 2025

RENEWAL PLAN UPDATE FOR TAX INCREMENT DISTRICT NO. 2018-03

This is a renewal plan update for property within Block 3 of Beardsley's Addition. The 2018 plan did not provide a detailed plan for development. This amendment now identifies a plan for redevelopment. The redevelopment plan and the original 2018-03 plan are attached to this amendment. Attachment A.

Subsection 1.1. Definitions.

For the purposes of the Renewal Plan, the following terms shall have the meanings specified below, unless the context otherwise requires:

"City" means the City of Fargo, a municipal corporation under the laws of the State of North Dakota.

"City Commission" or "Commission" means the Fargo City Commission.

"Comprehensive Plan" means the City's GO 2030 Comprehensive Plan, including the objectives, policies, standards and programs to guide public and private land use, development, redevelopment and preservation for all lands and water within the City as and when such plan is adopted and finalized.

"County" means Cass County, North Dakota.

"Development" means the construction of new buildings, structures, or improvements; the demolition, alteration, remodeling, repair or reconstruction of existing buildings, structures or improvements; the acquisition of equipment; and the clearing and grading of land on industrial or commercial property in the Renewal Area.

"Renewal Area" means the property described in Subsection 1.4 of this Plan.

"Renewal Plan" or "Plan" means this Plan adopted by the Commission for the Renewal Area.

"State" means the State of North Dakota.

"Tax Increment Financing Act" or "TIF Act" means North Dakota Century Code, Section 40-58-20, as amended.

"Tax Increment Bonds" means any general obligation or revenue tax increment bonds or notes issued by the City to finance the public costs associated with the TIF District as stated in this Plan, or any obligations issued to refund the Tax Increment Bonds.

"Tax Increment Financing District" or "TIF District" means Tax Increment Financing District No. 2018-03.

"Urban Renewal Law" means North Dakota Century Code, Chapter 40-58.

Subsection 1.2. Statutory Authority.

The creation of the Renewal Area is authorized by the Urban Renewal Law. Specifically, the creation of the Renewal Area is authorized under North Dakota Century Code, Sections 40-58-01.1(7) and (14), which provide that the local governing body may designate industrial or commercial property, a slum or blighted area, or combination of these properties as appropriate for a development or renewal project.

The Urban Renewal Law provides that communities develop a "workable program" for the use of public and private resources to facilitate the development of industrial or commercial properties, eliminate and prevent the development or spread of slums and urban blight, encourage needed urban rehabilitation, provide for the redevelopment of slum and blighted areas, or undertake these activities or other feasible municipal activities as may be suitably employed to achieve the objectives of the workable program. North Dakota Century Code, Section 40-58-04.

Subsection 1.3. Statement of Public Purpose

In adopting the Renewal Plan Update of 2018-03, the City Commission intends to make the following findings:

- (a) The Renewal Area includes a blighted area.

Factual basis: This Renewal Area is blighted due to the presence of deteriorated or deteriorating structures (unsound basements or foundations, inadequate roofing, deteriorated siding and windows) which substantially impairs the sound growth of a municipality, retards the provision of housing accommodations or constitutes an economic or social liability and is a menace to the public health, safety, morals, or welfare in its present condition and use. Photos of the Renewal Area can be found in Attachment B.

- (b) The Renewal Area is a residential property.

Factual basis: The renewal area is residential and was considered blighted as described in (a) above. Blighted residential areas are eligible for renewal.

- (c) The Renewal Area is appropriate for a development or renewal project.

Factual basis: In 2018, the renewal area was designated in the Roosevelt/NDSU Neighborhood Land Use Plan for higher-density residential development. The future land use plan for Core Neighborhood Plan identified the plan area as multi-family residential. The property is zoned University Mixed Use, which allows and requires higher density housing.

- (d) Comparable replacement dwellings or housing is available to persons displaced by the proposed redevelopment project.

Factual basis: All of the buildings in the renewal area have been demolished. There will not be any additional displacement.

- (e) The Plan conforms to the Comprehensive Policy Plan for the City as a whole.

Factual basis: The City Commission has found that the proposed development is consistent with the goals that are embodied in the GO 2030 Comprehensive Plan. Most notably, the proposed development seeks to address several key initiatives of the GO 2030 plan, including initiatives to Promote Infill, and Housing near NDSU. In addition, the proposed development conforms to the future land use plan of the Roosevelt Neighborhood in the Core Neighborhood Plan. The proposed use of the property is consistent with zoning, adjacent residential land use and transportation facilities. The proposed development will not burden the existing infrastructure as the property is served with the water and sewer main lines.

Subsection 1.4. Description of Renewal Area

The renewal area is located southwest of NDSU in the Roosevelt Neighborhood. The 2018 Plan provides maps showing information for properties on the block. The boundary of the renewal area is one area on the block, with the yellow line as the perimeter. This block is zoned University Mixed Use (UMU).

There are 7 properties in the renewal area. All of the buildings were demolished following the adoption of the 2018 Renewal Plan.

The two houses in the renewal area that were vacant in 2018 were demolished in that year. The other houses were removed in 2024.

Subsection 1.5. Demolition of Structures and Redevelopment

Plans for the future redevelopment have been developed and are attached to this plan. The new development is multi-family housing, the housing will comply with the current zoning. The Development of the Renewal Area includes the following activities:

Demolition & Site Cleaning/Grading – This cost is the estimate of the cost to remove existing buildings and foundations, trees and concrete, and inspect for and remove asbestos, plus fill and grade the site. The estimated cost is \$625,000.

Land Acquisitions – The developer has already acquired the properties. Eligible public assistance is up to \$1.2 million.

Administration – Administration costs are estimated at \$75,000.

These costs represent estimated costs for planning purposes, and may be different when this plan is implemented with a development agreement. The development agreement costs will be determined after a review by City financial advisors. The maximum allowed costs will be specified in the development agreement.

Subsection 1.6. Land Use Attributes.

- (a) Zoning. The property is zoned UMU (University Mixed Use). No zoning or platting changes are required to allow redevelopment on these properties.
- (b) The property is zoned UMU ((University Mixed Use), which allows commercial and requires residential density of 18 units per acre.
- (c) Building Requirements. All properties within this district are subject to the provisions of the City of Fargo Building Codes and the Land Development Code.
- (d) Plan relationship to land use objectives (land uses, improved traffic, public transportation, public utilities, recreational and community facilities, and other public improvements.) The land use objective for this project complies with the UMU (University Mixed Use) zoning district, the redevelopment goals of the GO 2030 Comprehensive Plan and the Core Neighborhood Plan. The development provides for new residential dwelling units within an existing residential neighborhood.

Subsection 1.7. Redevelopment and Financing

The City anticipates that implementation of this Renewal Plan may involve certain public costs. Under North Dakota Century Code, Sections 40-58-20 and 40-58-20.1 allow the use of funds received from tax increments to be applied to certain specified costs.

The costs identified in Subsection 1.5 will be determined after a review by City financial advisers. The maximum allowed costs will be specified in the development agreement. Based on the proposed development, the present value of TIF savings is \$1.15 million over 15 years.

This City is planning to offer a TIF exemption for this project.

Subsection 1.8. Estimate of Bonded Indebtedness

The City intends to finance certain costs of the Development through the issuance of a Tax Increment Financing property tax exemption to the Developer. Pursuant to North Dakota Century Code, Section 40-58-20 (11), and the City may, "As an alternative to the sale of bonds to the amortized with tax increments as provided in this section, the governing body of a municipality may, in its discretion, grant a total or partial tax exemption for the project in order to provide assistance to a project developer in a development or renewal area, pursuant to agreement with the municipality."

Subsection 1.9. Tax Increment Financing.

The original assessed value of the property within the Renewal Area, as last assessed and equalized before the base year of this Plan, is \$195,900.

Subsection 1.10. Estimate of Tax Increment.

It is anticipated the Development will result in an increase in true and full value of the Renewal Area redevelopment site to over \$18 million. The increase in value will be approximately \$18 million. Under the mill rate in effect as of the date of this Plan, the developers benefit will be \$252,000 a year for five years, \$189,000 a year for the next five years, and \$126,000 a year in years 11-15.

Subsection 1.11. Duration of the TIF District.

The TIF exemption will for a fifteen-year period.

ATTACHMENT A
PLAN FOR REDEVELOPMENT



SKYLINE APARTMENTS - VIEW 1
JANUARY 17TH 2025 CONCEPTUAL RENDERING



SKYLINE APARTMENTS - VIEW 2
JANUARY 17TH 2025 CONCEPTUAL RENDERING



SKYLINE APARTMENTS - VIEW 3
JANUARY 17TH 2025 CONCEPTUAL RENDERING



SKYLINE APARTMENTS - VIEW 4
JANUARY 17TH 2025 CONCEPTUAL RENDERING





LUX LAP - METAL
V GROOVE
PECAN



EDCO - METAL
BOARD AND BATTEN
STATUARY BRONZE



EDCO - METAL
HORIZONTAL LAP
CLAYTONE



PRECAST
CONCRETE



EDCO - METAL
HORIZONTAL LAP
CLASSIC BLUE



EDCO - METAL
BOARD AND BATTEN
CLASSIC BLUE

SKYLINE APARTMENTS - EXTERIOR MATERIALS

JANUARY 17TH 2025

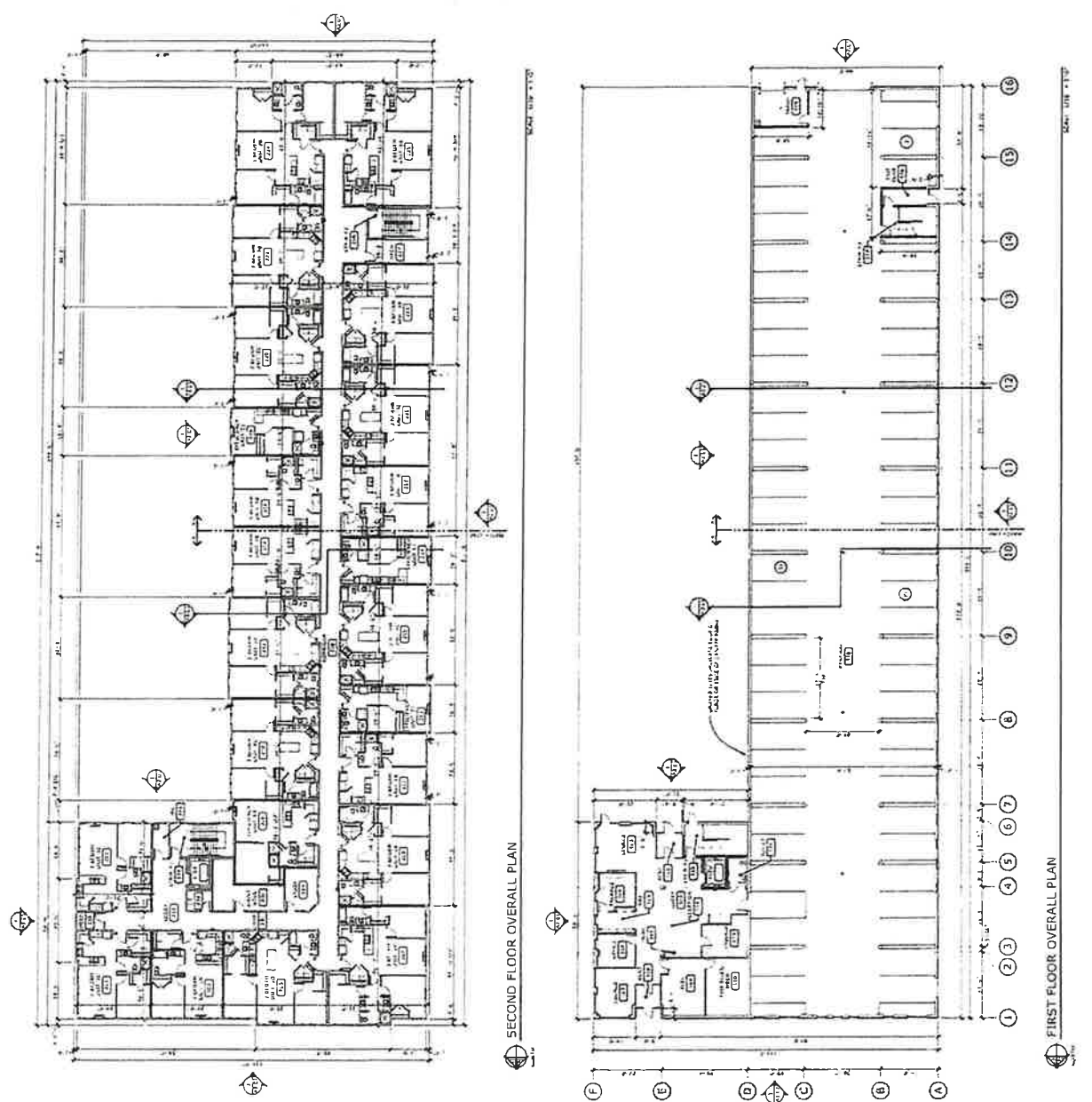
**GOLDMARK**

DESIGN AND DEVELOPMENT

GOLDMARK
1300 14th Avenue N
200 45TH ST S, 55107
FARGO, ND 58103
701.480.3839

SKYLINE APARTMENTS - NDSU
CORNER OF 12TH AVE N & 18TH ST N
FARGO, NORTH DAKOTA

PROJECT NO. 21-008
DATE: FEB 15, 2025
DRAWN BY: MEM
CHECKED BY: NGV
DOCUMENT PHASE: FTO, FUND & SITE SET
SHEET CONTENTS: FIRST & SECOND FLOOR OVERALL PLANS
A1.01



UNIT MATRIX					
UNIT	1ST	2ND	3RD	4TH	TOTAL
1 BED	4	4	4	4	17
2 BED	0	0	0	0	0
3 BED	0	0	0	0	0
4 BED	0	0	0	0	0
TOTAL APT UNITS	4	4	4	4	17

GENERAL NOTES

1. GENERAL NOTES TO BE READ IN CONJUNCTION WITH THE SPECIFICATIONS AND THE SCHEDULE.
2. ALL DIMENSIONS ARE TO FACE UNLESS OTHERWISE NOTED.
3. ALL FINISHES ARE TO BE AS SHOWN ON THE FINISH SCHEDULE.
4. ALL MATERIALS ARE TO BE OF THE BEST QUALITY AVAILABLE.
5. ALL WORK IS TO BE DONE IN ACCORDANCE WITH THE 2018 INTERNATIONAL RESIDENTIAL CODE (IRC).
6. ALL WORK IS TO BE DONE IN ACCORDANCE WITH THE 2018 INTERNATIONAL MECHANICAL AND PLUMBING CODE (IMC).
7. ALL WORK IS TO BE DONE IN ACCORDANCE WITH THE 2018 INTERNATIONAL ELECTRICAL CODE (IEC).
8. ALL WORK IS TO BE DONE IN ACCORDANCE WITH THE 2018 INTERNATIONAL FIRE AND SAFETY CODE (IFSC).
9. ALL WORK IS TO BE DONE IN ACCORDANCE WITH THE 2018 INTERNATIONAL BUILDING DEPARTMENT CODE (IBD).
10. ALL WORK IS TO BE DONE IN ACCORDANCE WITH THE 2018 INTERNATIONAL CITY AND ZONING CODE (ICZC).

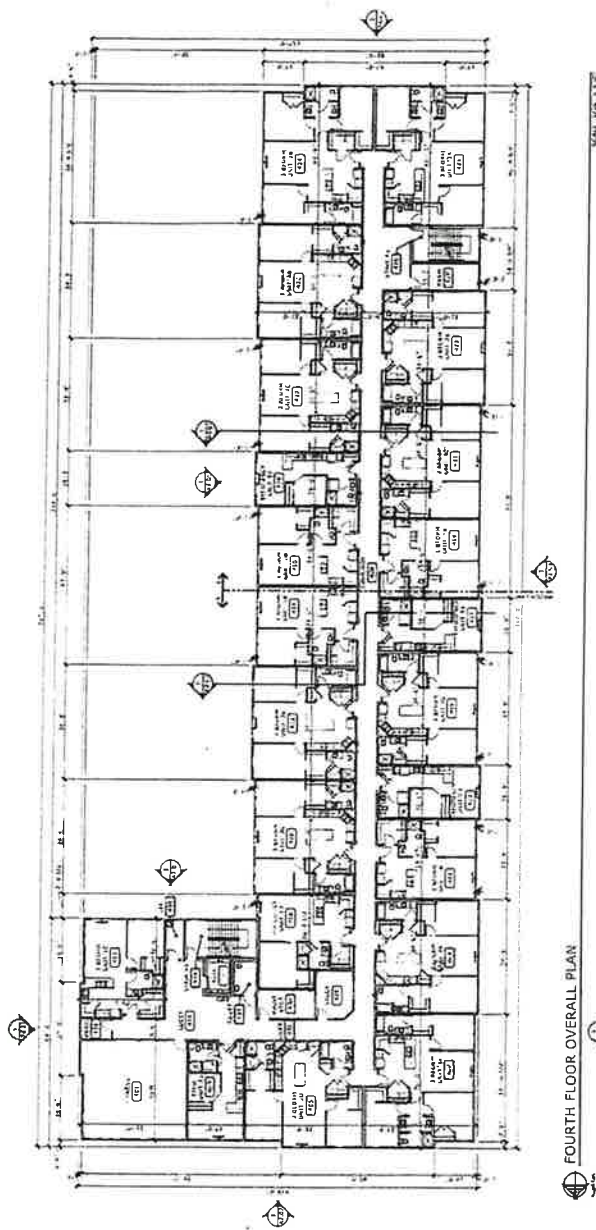
PARKING STALLS
FIRST FLOOR PARKING
SEE CITY OF FARGO FOR ALL SITE PARKING COUNTS

UNIT MATRIX						
UNITS	1ST	2ND	3RD	4TH	5TH	TOTAL
EFF.	0	4	4	5	4	17
1 BED	0	7	7	5	5	24
2 BED	0	9	9	9	9	35
3 BED	0	3	3	3	3	12
TOTAL ART UNITS						88

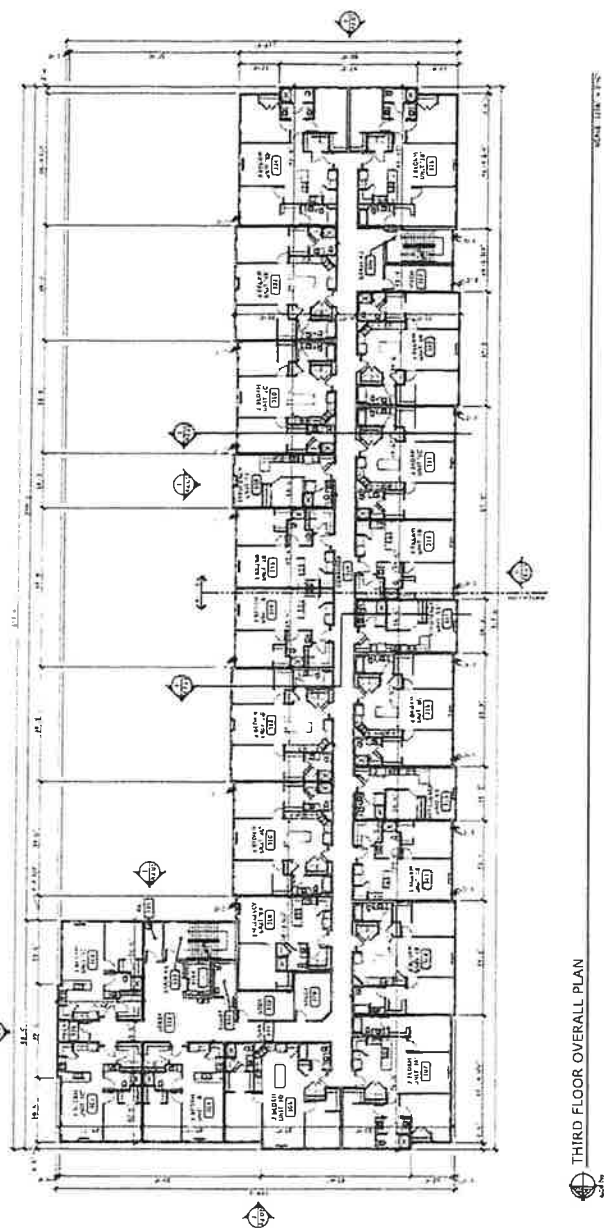
GENERAL NOTES

- [illegible]

FOURTH FLOOR OVERALL PLAN



THIRD FLOOR OVERALL PLAN



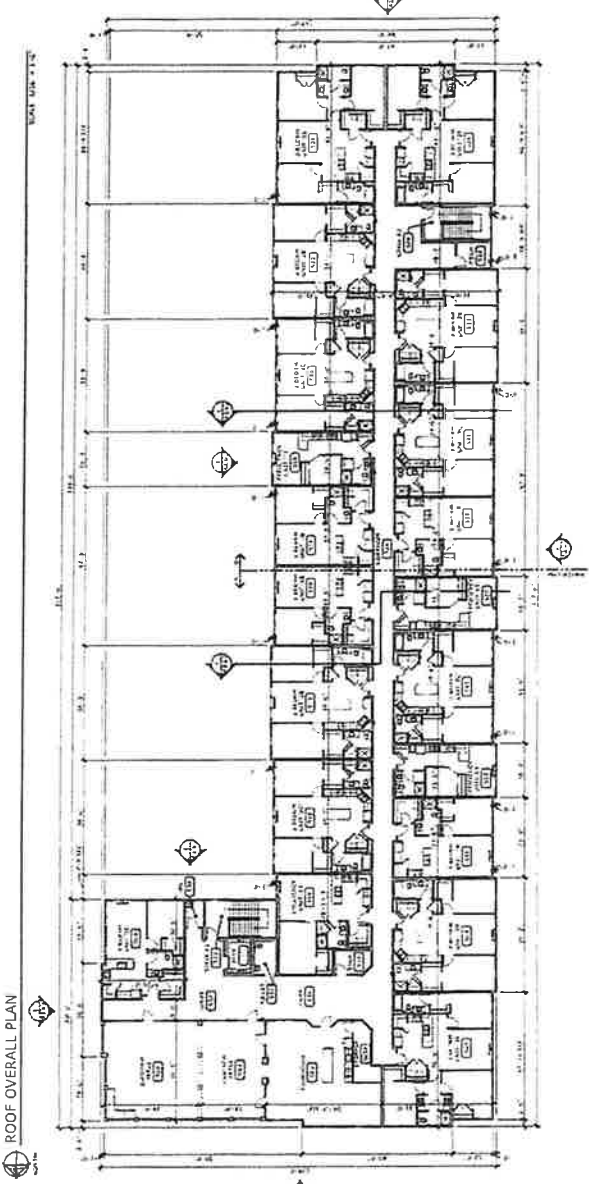
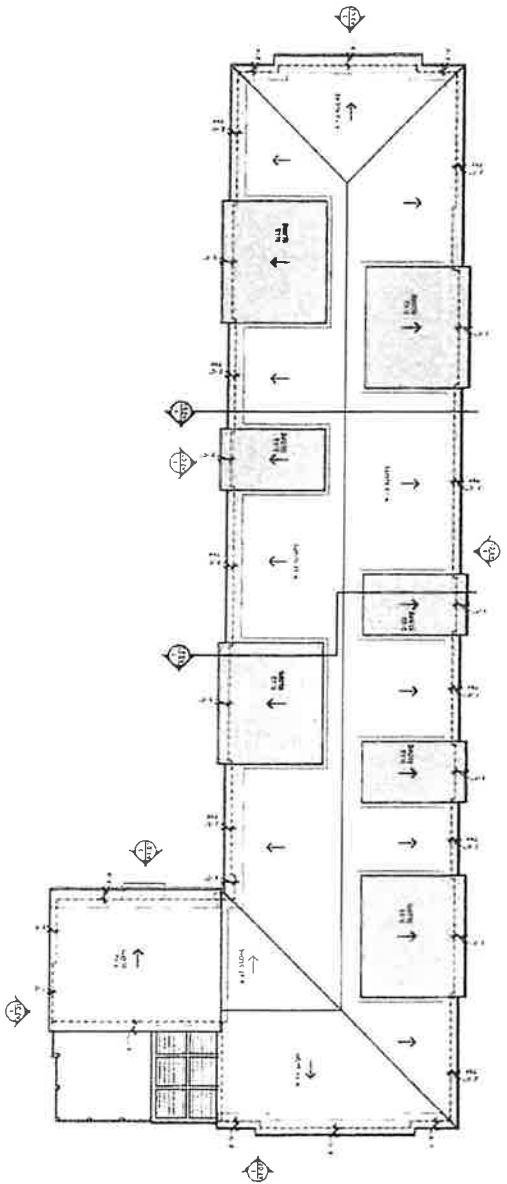
GOLDMARK
2000 4TH ST S, A102
MINNAPOLIS, MN 55404
TEL: 612.338.1100
WWW.GOLDMARK.COM

PROJECT
SKYLINE APARTMENTS - NDSU
CORNER OF 12TH AVE N & 18TH ST N
FARGO, NORTH DAKOTA

REVISIONS
NO. DATE REVISION

PROJECT NO. 22-008
DATE FEB 15, 2025
DRAWN BY MEV
CHECKED BY NOV
DOCUMENT PHASE
PTG. FROM A SITE SET
SHEET CONTENTS
FIFTH FLOOR &
ROOF OVERALL
PLANS

SHEET
A1.03



UNIT MATRIX					
UNITS	1ST	2ND	3RD	4TH	TOTAL
1 BED	0	4	4	5	13
2 BED	0	2	3	5	10
3 BED	0	2	3	5	10
TOTAL APPT UNITS	0	8	10	15	33

- GENERAL NOTES**
1. ALL DIMENSIONS ARE IN FEET AND INCHES. DIMENSIONS ARE GIVEN TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.
 2. ALL DIMENSIONS ARE TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.
 3. ALL DIMENSIONS ARE TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.
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 7. ALL DIMENSIONS ARE TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.
 8. ALL DIMENSIONS ARE TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.
 9. ALL DIMENSIONS ARE TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.
 10. ALL DIMENSIONS ARE TO THE CENTER OF THE UNIT OR TO THE FACE OF THE WALL OR TO THE CENTER OF THE CURVE.

FIFTH FLOOR OVERALL PLAN

ATTACHMENT B
PHOTOS OF EXISTING CONDITIONS

RENEWAL PLAN District 2018-03 Site Photos



photo 2018

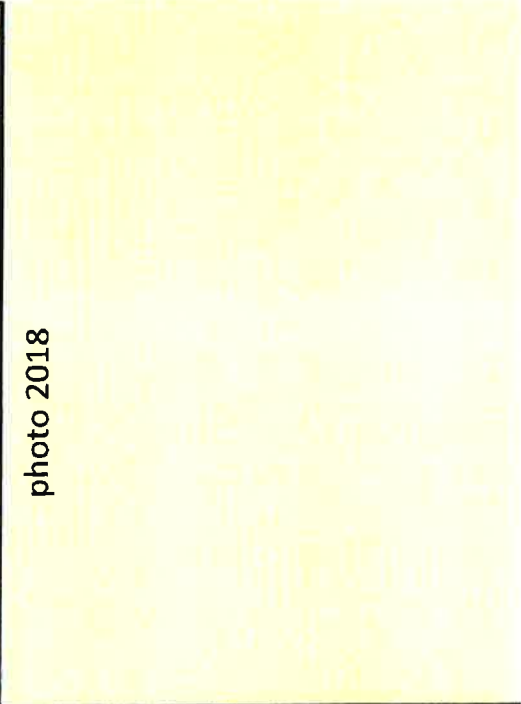


photo 2018

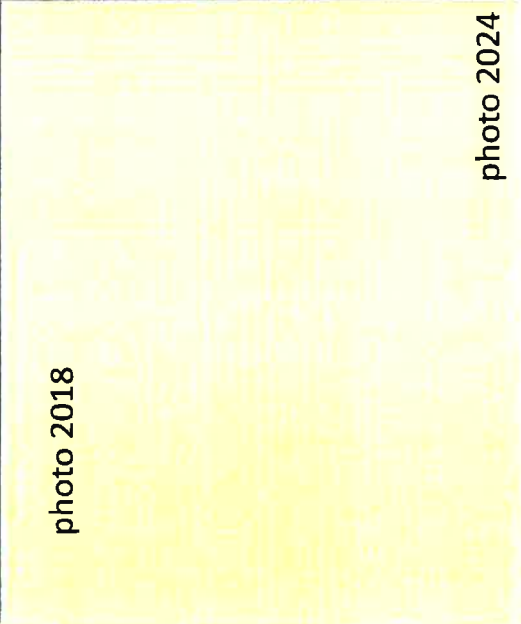
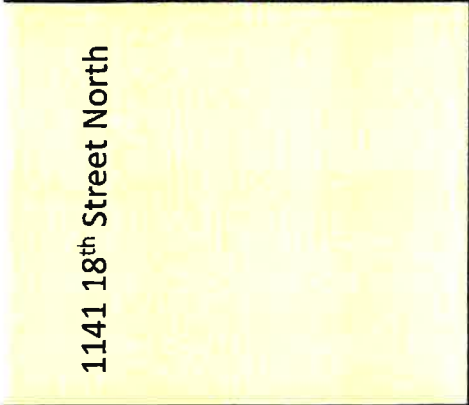


photo 2024



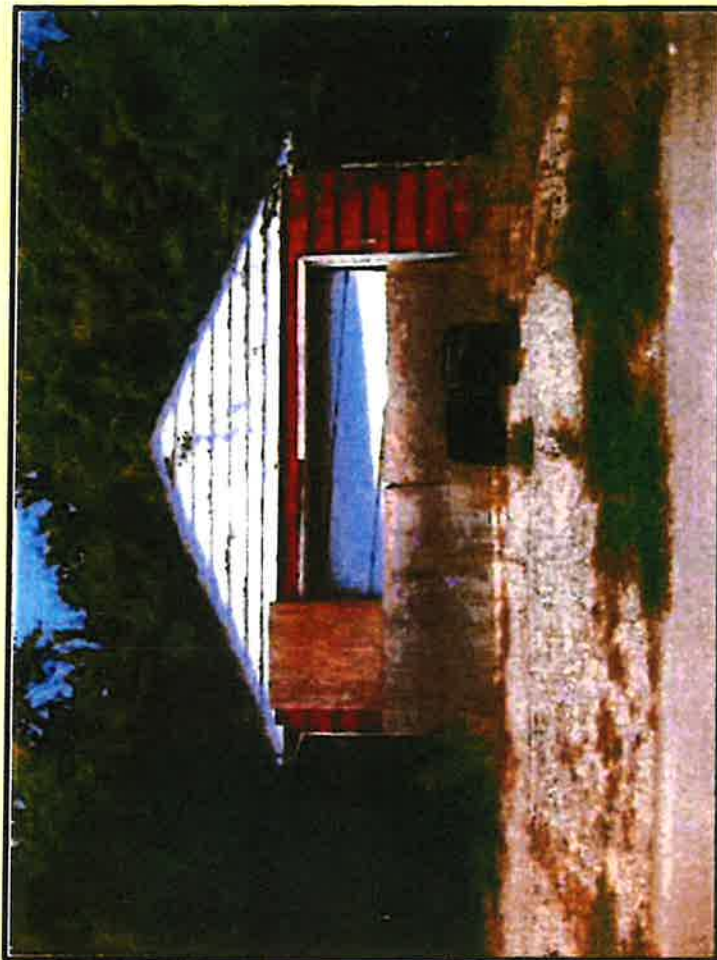
1141 18th Street North



1137 18th Street North
photos 2018



1133 18th Street North 1 of 2
photos 2018



1133 18th Street North 2 of 2
photos 2018



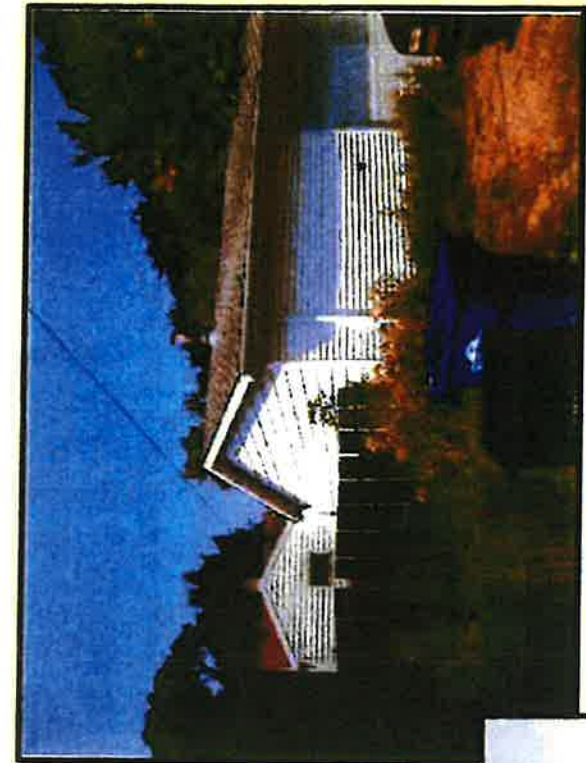


photo 2018

1129 18th Street North



photo 2018



photo 2024



photo 2018

1125 18th Street North

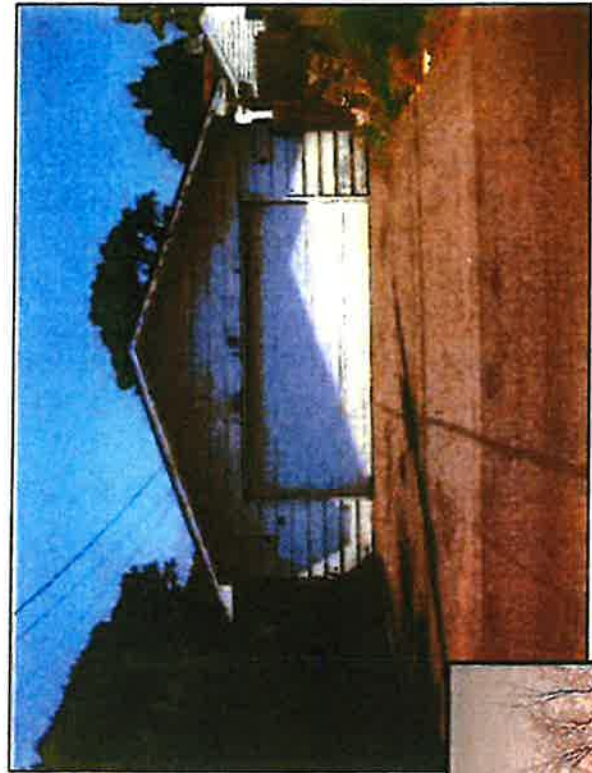


photo 2018



photo 2024



photo 2018



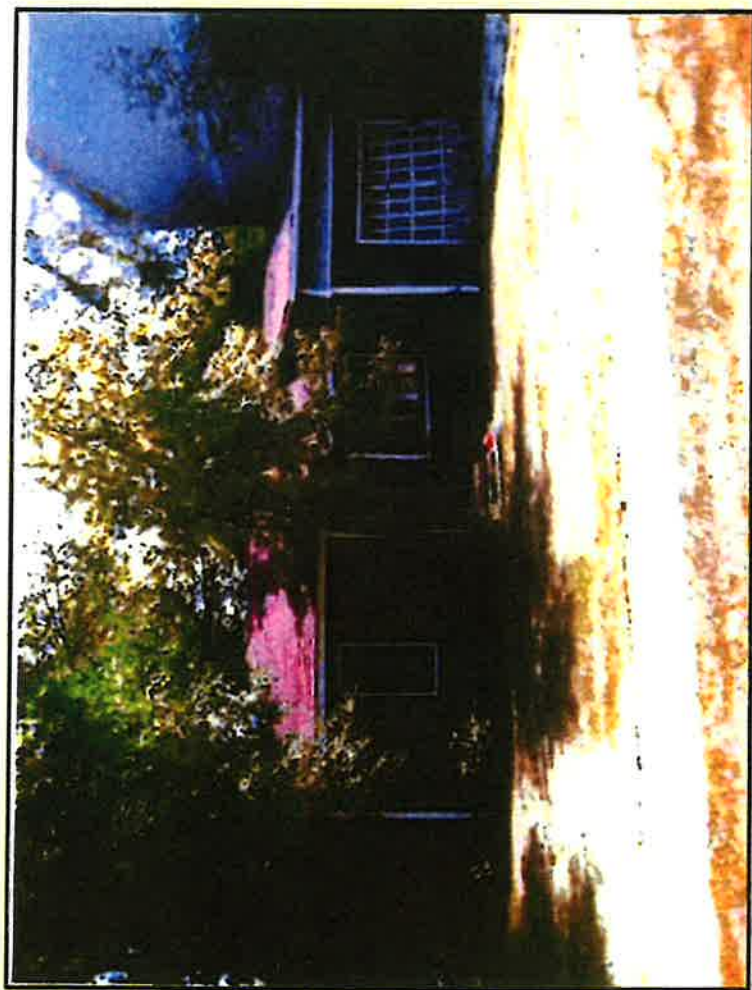
photo 2018

1121 18th Street North



photo 2024

1117 18th Street North
photos 2018



All residences have been demolished.
photos January, 2025

←Facing northeasterly across the subject property
from 18th Street North.



Facing southwesterly across the subject property →
from the intersection of the alley and 12th Avenue
North.



RENEWAL PLAN

DISTRICT NO. 2018-03

CITY OF FARGO, NORTH DAKOTA

September, 2018

RENEWAL PLAN FOR TAX INCREMENT DISTRICT NO. 2018-03

This is a renewal plan for property within Block 3 of Beardsley's Addition. The plan identifies property already appropriate for redevelopment, but does not describe in detail the plans for redevelopment. When the type of redevelopment is available for review, this plan will be amended to describe the project to be constructed.

Subsection 1.1. Definitions.

For the purposes of the Renewal Plan, the following terms shall have the meanings specified below, unless the context otherwise requires:

"City" means the City of Fargo, a municipal corporation under the laws of the State of North Dakota.

"City Commission" or "Commission" means the Fargo City Commission.

"Comprehensive Plan" means the City's GO 2030 Comprehensive Plan, including the objectives, policies, standards and programs to guide public and private land use, development, redevelopment and preservation for all lands and water within the City as and when such plan is adopted and finalized.

"County" means Cass County, North Dakota.

"Development" means the construction of new buildings, structures, or improvements; the demolition, alteration, remodeling, repair or reconstruction of existing buildings, structures or improvements; the acquisition of equipment; and the clearing and grading of land on industrial or commercial property in the Renewal Area.

"Renewal Area" means the property described in Subsection 1.4 of this Plan.

"Renewal Plan" or "Plan" means this Plan adopted by the Commission for the Renewal Area.

"State" means the State of North Dakota.

"Tax Increment Financing Act" or "TIF Act" means North Dakota Century Code, Section 40-58-20, as amended.

"Tax Increment Bonds" means any general obligation or revenue tax increment bonds or notes issued by the City to finance the public costs associated with the TIF District as stated in this Plan, or any obligations issued to refund the Tax Increment Bonds.

"Tax Increment Financing District" or "TIF District" means Tax Increment Financing District No. 2018-03.

"Urban Renewal Law" means North Dakota Century Code, Chapter 40-58.

Subsection 1.2. Statutory Authority.

The creation of the Renewal Area is authorized by the Urban Renewal Law. Specifically the creation of the Renewal Area is authorized under North Dakota Century Code, Sections 40-58-01.1(7) and (14), which provide that the local governing body may designate industrial or commercial property, a slum or blighted area, or combination of these properties as appropriate for a development or renewal project.

The Urban Renewal Law provides that communities develop a "workable program" for the use of public and private resources to facilitate the development of industrial or commercial properties, eliminate and prevent the development or spread of slums and urban blight, encourage needed urban rehabilitation, provide for the redevelopment of slum and blighted areas, or undertake these activities or other feasible municipal activities as may be suitably employed to achieve the objectives of the workable program. North Dakota Century Code, Section 40-58-04.

Subsection 1.3. Statement of Public Purpose

In adopting the Renewal Plan 2018-03, the City Commission intends to make the following findings:

- (a) The Renewal Area includes a blighted area.

Factual basis: This Renewal Area is blighted due to the presence of deteriorated or deteriorating structures (unsound basements or foundations, inadequate roofing, deteriorated siding and windows) which substantially impairs the sound growth of a municipality, retards the provision of housing accommodations or constitutes an economic or social liability and is a menace to the public health, safety, morals, or welfare in its present condition and use. Photos of the Renewal Area can be found in Attachment A.

- (b) The Renewal Area is a residential property.

Factual basis: The renewal area is residential and considered blighted as described in (a) above. Blighted residential areas are eligible for renewal.

- (c) The Renewal Area is appropriate for a development or renewal project.

Factual basis: The renewal area is designated in the Roosevelt/NDSU Neighborhood Land Use Plan for higher-density residential development. The property is zoned University Mixed Use, which allows and requires higher density housing.

- (d) Comparable replacement dwellings or housing is available to persons displaced by the proposed redevelopment project.

Factual basis: Many of the properties are vacant. There are vacant houses and apartments in the neighborhood and north Fargo.

- (e) The Plan conforms to the Comprehensive Policy Plan for the City as a whole.

Factual basis: The City Commission has found that the proposed development is consistent with the goals that are embodied in the GO 2030 Comprehensive Plan. Most notably, the proposed development seeks to address several key initiatives of the GO 2030 plan, including initiatives for/to Promote Infill, Quality New Development, and High Quality Affordable Housing near NDSU. In addition, the proposed development conforms to the Roosevelt/NDSU Neighborhood Land Use Plan. The proposed use of the property is consistent with zoning, adjacent residential land use and transportation facilities. The proposed development will not burden the existing infrastructure as the property is served with the water and sewer main lines.

Subsection 1.4. Description of Renewal Area

The renewal area is located southwest of NDSU in the Roosevelt Neighborhood. This subsection provides maps showing information for properties on the block. The boundary of the renewal area is one area on the block, with the yellow line as the perimeter. This block is zoned University Mixed Use (UMU). See Attachment B.

There are 18 properties on the block, a mix of single-family, duplexes and multi-family buildings. There are three multi-family buildings, each with 12 housing units. Three of the properties are two unit buildings. There are also ten single-family houses. Seven of the single-family homes are quite old, being over 70 years old.

There are 7 properties in the renewal area. Of those seven properties, six are single-family houses and one appears to be single-family house converted to a two unit building. See Attachment C.

Bison Gold Investments is the owner of 7 of the 18 properties on the block. Two single-family houses on the block appear to be owner occupied. The other nine properties appear to be rental housing. See Attachment D.

There are two houses in the renewal area that are vacant, severely blighted and dilapidated. The owner of these properties plans to demolish these houses with the encouragement of the City. See Attachment E that shows the location of the dilapidated houses.

Subsection 1.5. Demolition of Structures and Redevelopment

Plans for the future redevelopment is not known at this time. It is expected to be multi-family housing for students and staff at North Dakota State University. The type of housing will depend on market conditions at the time of the development. The housing will comply with the current or future zoning of the area.

The Development of the Renewal Area includes the following initial activities:

Demolition & Site Cleaning/Grading – This cost is the estimate of the cost to remove existing buildings and foundations, trees and concrete, and inspect for and remove asbestos, plus fill and grade the site. The estimate is \$15,000 per structure. The City will encourage the owner of dilapidated and substandard properties on this block to demolish the properties and maintain the property as green space until new structures can be developed.

Land Acquisitions – The developer has already acquired the properties. Any public assistance for land purchase would be determined based on a financial review of future redevelopment plans.

Administration – Administration costs are equal to about five percent of the development assistance of the above costs.

These costs represent estimated costs for planning purposes, and may be different when this plan is implemented with a development agreement. The development agreement costs will be determined after a review by City financial advisors. The maximum allowed costs will be specified in the development agreement.

Subsection 1.6. Land Use Attributes.

- (a) **Zoning.** The property is zoned UMU (University Mixed Use). No zoning or platting changes are required to allow redevelopment on these properties.
- (b) The property is zoned UMU ((University Mixed Use), which allows commercial and requires residential density of 18 units per acre.
- (c) **Building Requirements.** All properties within this district are subject to the provisions of the City of Fargo Building Codes and the Land Development Code.
- (d) **Plan relationship to land use objectives** (land uses, improved traffic, public transportation, public utilities, recreational and community facilities, and other public improvements.) The land use objective for this project complies with the UMU (University Mixed Use) zoning district, the redevelopment goals of the GO 2030 Comprehensive Plan and the Roosevelt Neighborhood Plan. The development provides for new residential dwelling units within an existing residential neighborhood.

Subsection 1.7. Redevelopment and Financing

The City of Fargo may consider providing Tax Increment Financing to assist with redevelopment of this area. However, a Tax Increment Financing is not being created as part of this renewal plan. Creation of a Tax Increment Financing District and an agreement to assist the developer would require amendment of this plan and adoption of a developer's agreement.

The City anticipates that implementation of this Renewal Plan may involve certain public costs. Under North Dakota Century Code, Sections 40-58-20 and 40-58-20.1 allow the use of funds received from tax increments to be applied to certain specified costs. If the City decides to provide costs those costs would be for property acquisition, demolition and site cleanup, and public works improvements.

If the City decides to finance certain costs of the Development, it will be through the issuance of a Tax Increment Financing Note to the Developer. The maximum term of the note would be 15 years. Based on current tax rates, annual TIF revenue would be approximately 1.4% of the increased value.

The amount of any public assistance will be based on City of Fargo Tax Increment Financing policies, a review of the financial needs of the project, the vacancy rate for apartments in the vicinity of NDSU and the quality of the new development.

By adoption of this Renewal Plan, the City of Fargo is encouraging owners of dilapidated structures to demolish those structures immediately and to maintain that property as green space until they are ready to build new on the property. Property owners are also encouraged to maintain existing structures to comply with city housing codes, or demolish the structures.

Subsection 1.8. Renewal Plan Amendments

The City anticipates that this Renewal Plan will be amended prior to final implementation. These amendments may, provide details on the new buildings, provide incentives to the developer, create a Tax Increment Financing District and incorporate a schedule for implementation.

1141 18th St N

ATTACHMENT A



1137 18th St N



1133 18th St N



1133 18th St N



1129 18th St N



1125 18th St N



1121 18th St N



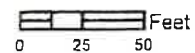
1117 18th St N

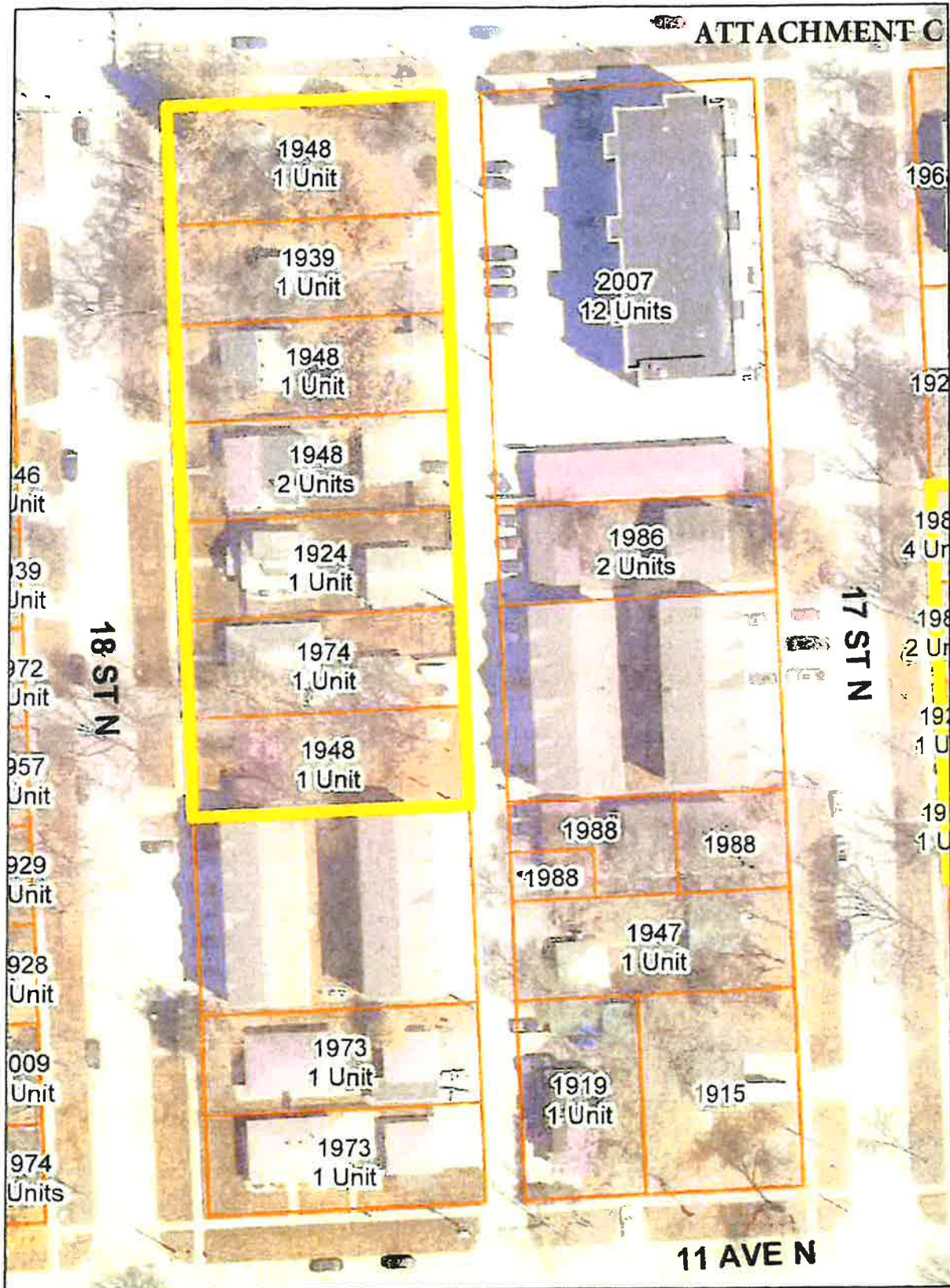




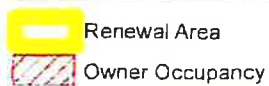
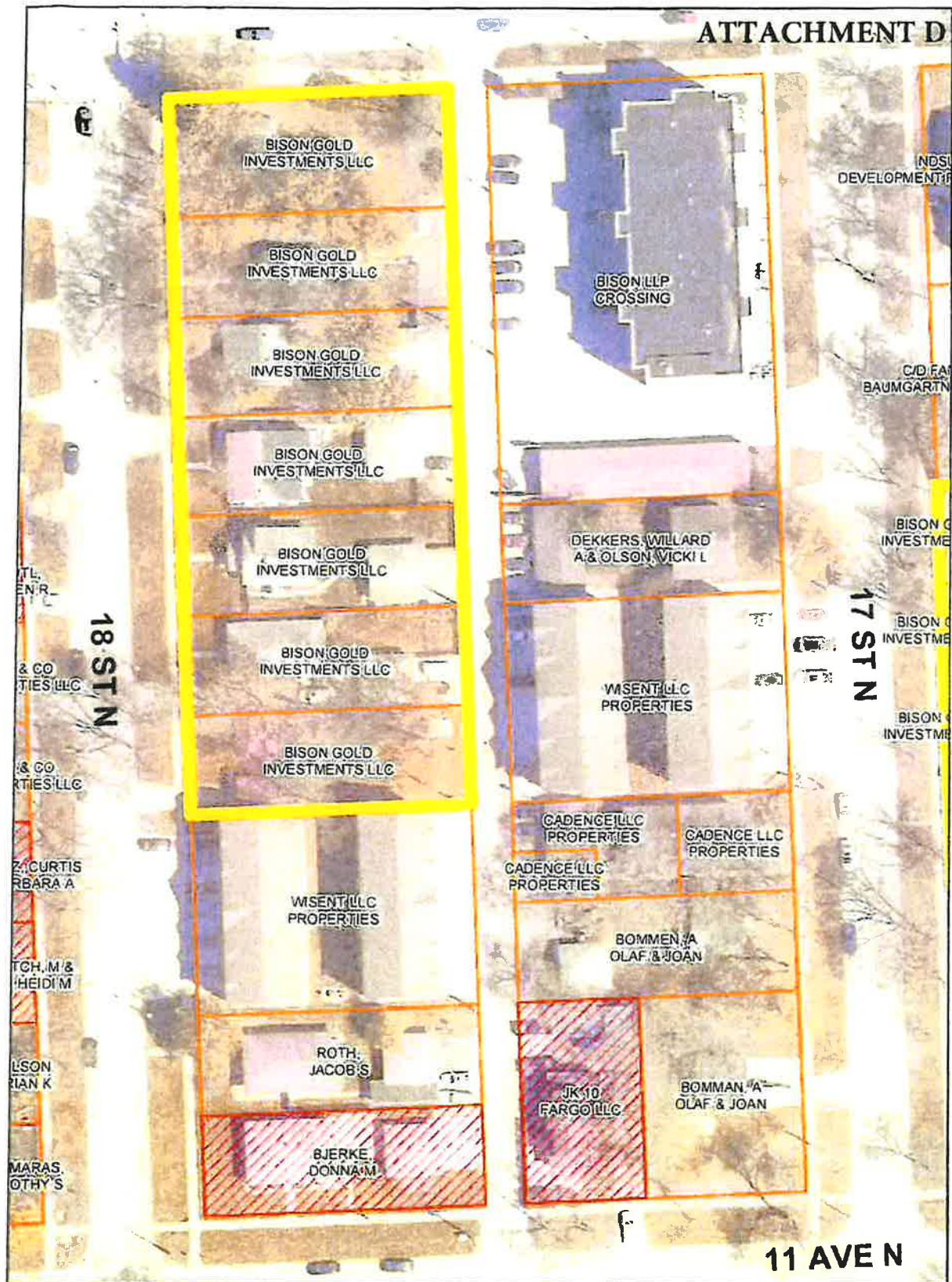
Renewal Area 2018-03

Zoning

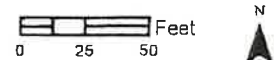


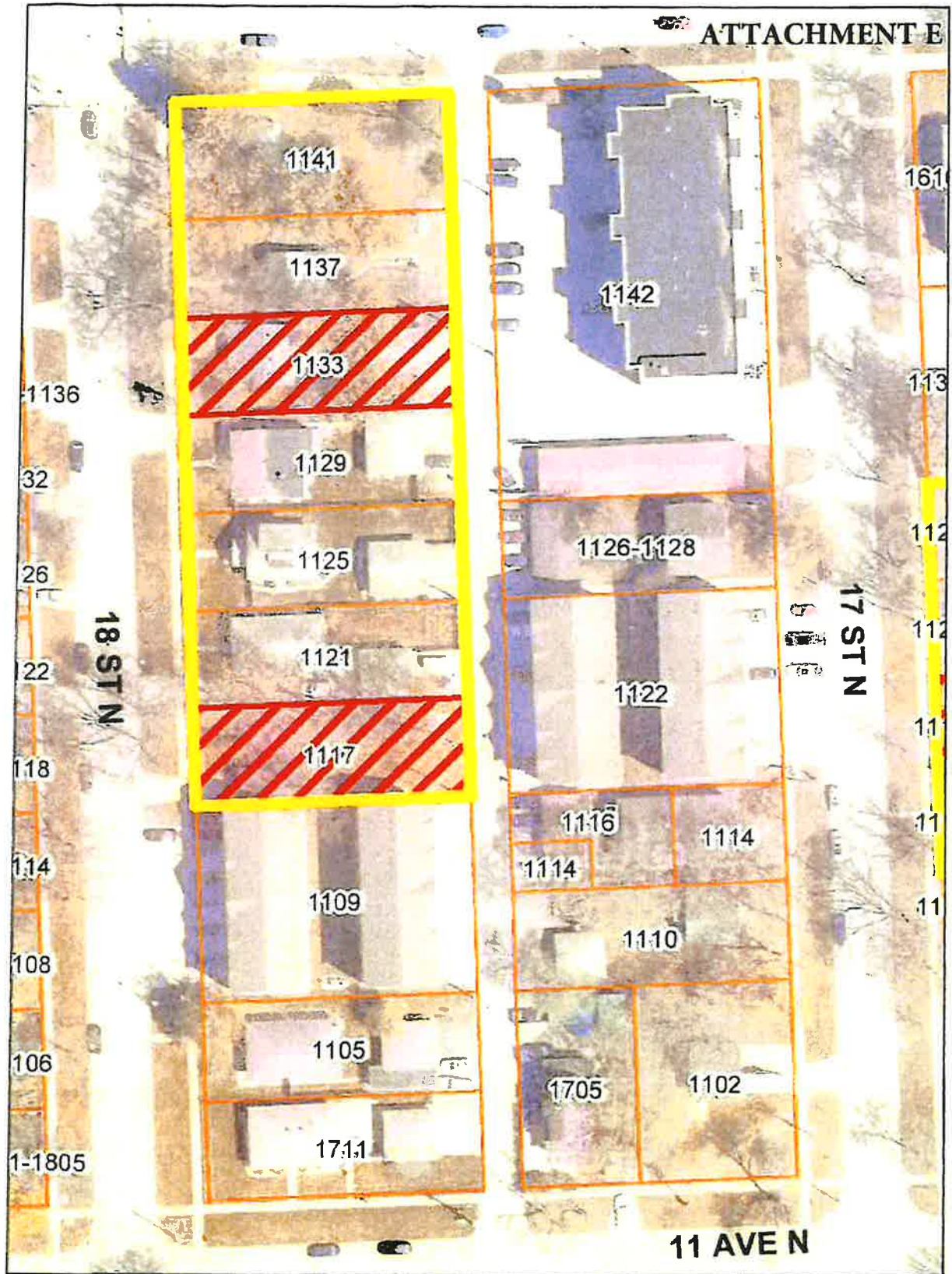



Renewal Area 2018-03
Year Built & Unit Count



Renewal Area 2018-03





-  Renewal Area
-  Dilapidated House

Renewal Area 2018-03

Dilapidated Houses to be Demolished

0 25 50 Feet



DEVELOPER AGREEMENT

By and Between

CITY OF FARGO, NORTH DAKOTA,
a North Dakota Municipal Corporation

and

SKYLINE, LLC,
a North Dakota limited liability company

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DEVELOPER AGREEMENT

City of Fargo – Skyline, LLC

THIS AGREEMENT, dated as of the ____ day of _____, 2025 (“Effective Date”), is by and between the City of Fargo, a North Dakota municipal corporation, and Skyline, LLC, a North Dakota limited liability company whose address is 200 45th Street South, Suite 200, Fargo, ND 58103; and provides as follows:

ARTICLE I

Definitions

Section 1.1. **Definitions.** As used in this Agreement, the following terms have the following respective meanings:

“Agreement” means this Developer Agreement, as the same may be amended.

“Advanced Administrative Fee” means a qualified reimbursable development cost incurred by the Developer pursuant to Section 3.3 of this Agreement.

“Available Tax Increments” means the Developer Tax Increments minus the Qualified Administrative Costs.

“Certificate of Completion” means a certification in the form of the certificate attached hereto as Exhibit F and hereby made a part of this Agreement, provided to the Developer pursuant to Section 4.4 of this Agreement.

“City” means the City of Fargo, a North Dakota municipal corporation.

“Closing Date” means the date Developer closes with its institutional lender on its financing of the Minimum Improvements.

“Condemnation Award” means the amount remaining from an award to the Developer for the acquisition of title to and possession of the Development Property, or any material part thereof, after deducting all expenses (including fees and disbursements of counsel) incurred in the collection of such award.

“County” means the County of Cass, North Dakota.

“Capitalized Interest” means the portion of the principal amount of the Tax Increment Note that represents the sum of the products of the various eligible expenses initially borne by Developer and the City that will be reimbursed by the Tax Increment Note multiplied by an interest rate of Four and 90/100ths Percent (4.90%) per annum, simple interest, multiplied by the number of years, or fraction thereof, between the date such expense was incurred to the date of the Tax Increment Note.

"Developer" means Skyline, LLC, a North Dakota limited liability company, or permitted successors or assigns.

"Developer Tax Increments" means the portion of Developer's Taxes which constitutes Tax Increments, or the portion of Tax Increments derived from Developer's Taxes.

"Developer's Taxes" means taxes paid with respect to the portions of the Development Property and Improvements completed by the Developer for the eleventh (11th) Tax Year and earlier Tax Years. Taxes for the twelfth (12th) year following the first Tax Year, or for any subsequent year, are not included as Developer's Taxes.

"Development Costs" means those costs incurred and to be incurred by or on behalf of the Developer in acquiring the Development Property, in completing the Improvements and in financing those undertakings (including all interest charges on borrowed funds).

"Development Plan" means the development or renewal plan for the Development Property initially approved in 2018 as Renewal Plan 2018-03, the amendment of which was approved by the City on March 31, 2025, including all exhibits thereto, as the same may be amended from time to time.

"Development Property" means the real property described in Exhibit A to this Agreement.

"Effective Date" means the date and year first above written or, if said date and year is not completed, the Effective Date means the date and year that this Agreement is actually executed and delivered.

"Environmental Laws" means the Comprehensive Environmental Response, Compensation and Liability Act, 42 U.S.C. sec. 96.01 et seq., the Resource Conservation and Recovery Act, 42 U.S.C. sec. 69.01 et seq., the Hazardous Materials Transportation Act, 49 U.S.C. sec. 1802 et seq., the Toxic Substances Control Act, 15 U.S.C. sec. 2601 et seq., the Federal Water Pollution Control Act, 33 U.S.C. sec. 1251 et seq., the Clean Water Act, 33 U.S.C. sec. 1321 et seq., the Clean Air Act, 42 U.S.C. sec. 7401 et seq., , and any other federal, state, county, municipal, local or other statute, law, ordinance or regulation which may relate to or deal with human health or the environment, all as may be from time to time amended.

"Event of Default" means an event of default defined in Section 9.1 of this Agreement.

"Good Faith" means the observance of reasonable commercial standards of fair dealing in a given trade.

"Hazardous Substances" means asbestos, ureaformaldehyde, polychlorinated biphenyls ("PCBs"), nuclear fuel or material, chemical waste, radioactive material, explosives, known carcinogens, petroleum products and by-products and other dangerous, toxic or hazardous pollutants, contaminants, chemicals, materials or substances listed or identified in, or regulated by, any Environmental Law.

"Improvements" means the improvements constructed or to be constructed by the Developer on the Development Property, including all related landscaping, lighting, parking, and

other site improvements. The Improvements may exceed, but shall not be less than, the Minimum Improvements, as provided in Section 4.1.

"Maturity Date" means the date that is three (3) years from the Payment Date for the eleventh Tax Year following the date of the issuance of the Tax Increment Note.

"Minimum Improvements" means the improvements contemplated by and in accordance with this Agreement and generally described in Section 4.1.

"Mortgage" means any mortgage or security agreement in which the Developer has granted a Mortgage or other security interest in the Development Property, or any portion or parcel thereof, or any improvements constructed thereon, and which is a permitted encumbrance pursuant to the provisions of Article VII; the term "Mortgage" shall specifically include, but shall not be limited to, leases or sale-leaseback arrangements which provide financing for the acquisition of the Development Property, or the construction of the Minimum Improvements.

"Net Proceeds" means any proceeds paid by an insurer to the Developer or City under a policy or policies of insurance required to be provided and maintained by the Developer pursuant to Article V of this Agreement and remaining after deducting all expenses (including fees and disbursements of counsel) incurred in the collection of such proceeds.

"Party" means either the Developer or City.

"Parties" means the Developer and the City.

"Project" means the project of Improvements in and adjacent to the TIF District contemplated in the Development Plan.

"Qualified Administrative Costs" means the Advanced Administrative Fee and an annual administrative fee equal to five percent (5%) of the annual increment received from the County Auditor, as more fully set forth in Section 3.3 of this Agreement, to be used for the reasonable and actual expenses incurred by the City in establishing and maintaining the TIF District, in preparing and implementing this Agreement, and in general in administering the TIF District and this Agreement and any supplements hereto and in participating in the actions or transactions contemplated thereby.

"Qualifying Change in Law" means any amendment or modification of the law modifying or changing the procedure or method of determining or assessing the market value of the Improvements, including the Urban Renewal Law and/or any amendment or modification of Title 57 of the North Dakota Century Code.

"Specified Event of Default" means an Event of Default for which the City may withhold payment on the Tax Increment Note. Such Event of Default consists of a default of the Developer after the issuance of the Tax Increment Note in the Developer's ongoing covenants set forth in Sections 8.1 and 8.2.

"Tax Increment Note" means the City's Tax Increment Revenue Note in the initial principal amount of \$1,981,600 or in a lesser initial principal amount that represents reimbursement of

eligible costs paid by the Developer as described in this Agreement, plus Capitalized Interest at 4.90% per annum, the form of which is attached as Exhibit C to this Agreement, issued when conditions set forth in Section 3.3 are met.

"Tax Increments" means those tax increments which the City shall be entitled to receive and retain, and which the City shall have actually received from Cass County, from time to time from the TIF District pursuant to the Urban Renewal Law.

"Tax Year" is one of a maximum of eleven (11) successive calendar years, with the first year being the year that, pursuant to this Agreement, the Tax Increment Note is issued and with the subsequent years being the ten (10) subsequent calendar years. The eleventh (11th) Tax Year, therefore, is the tenth (10th) calendar year following the first said year.

"TIF Eligible Expenses" are Development Costs incurred, City Administrative Costs; and interest accumulated that are eligible to be paid or reimbursed or, as an alternative, may be offset by a property tax exemption pursuant to Urban Renewal Law.

"Urban Renewal Law" means the North Dakota Urban Renewal Law, that is, North Dakota Century Code, Chapter 40-58, as the same may be amended.

"TIF District" means the area identified as "TIF District 2018-03" or the "District" under the City's Development Plan in the version most recently approved by the Board of City Commissioners of the City of Fargo on March 31, 2025, as the same may be further amended.

"Unavoidable Delays" means any delay outside the control of the Party claiming its occurrence which is the direct result of strikes; other labor troubles; unusually severe or prolonged bad weather; unavailability of materials; Acts of God; fire or other casualty to the Improvements; remediation of contaminants, pollutants or hazardous substances; unforeseen soil conditions, hazardous materials or concealed conditions; litigation (including without limitation bankruptcy proceedings) commenced by third parties which, by injunction or other similar judicial action, directly results in delays; or acts of any federal, state or local governmental unit, including epidemic-related government lockdowns, which directly result in delays.

ARTICLE II

Representations, Warranties and Covenants

Section 2.1. **Representations, Warranties and Covenants by City.** The City represents and warrants that:

(a) The City is a North Dakota, Home Rule Charter City municipal corporation and has the power to enter into this Developer Agreement and carry out its obligations hereunder. The City has received the approval of its Board of City Commissioners to enter into and perform its obligations under this Agreement.

(b) The City herein makes no representation or warranty, either express or implied, as to the Development Property or its condition or the soil conditions thereon or that the Development Property shall be suitable for the Developer's purposes or needs.

(c) There is not pending, nor to the best of the City's knowledge is there threatened, any suit, action, or proceeding against the City before any court, arbitrator, administrative agency, or other governmental authority that may materially and adversely affect the validity of any of the transactions contemplated hereby, the ability of the City to perform its obligations hereunder or as contemplated hereby, or the validity or enforceability of this Agreement.

(d) The City will reasonably cooperate in Good Faith with Developer with respect to any litigation commenced by third parties with respect to the Project Improvements; however, this provision does not obligate the City to incur costs, except as otherwise provided in this Agreement or elsewhere.

(e) The execution, delivery, and performance of this Agreement, and any other documents, instruments, or actions required or contemplated pursuant to this Agreement by the City does not, and consummation of the transactions contemplated therein and the fulfillment of the terms thereof will not conflict with or constitute on the part of the City a breach of or default under any existing agreement or instrument to which the City is a party or violate any law, charter, or other proceeding or action establishing or relating to the establishment and powers of the City or its officers, officials, or resolutions.

Section 2.2. Representations, Warranties and Covenants by Developer. The Developer represents and warrants that:

(a) The Developer is a limited liability company duly organized and in good standing under the laws of the State of North Dakota, is not in violation of any provisions of its operating agreement or articles of organization or the laws of the State of North Dakota and is authorized to enter into and perform its obligations under this Agreement.

(b) The execution and delivery of this Agreement, the consummation of the transactions contemplated hereby and the fulfillment of or compliance with the terms and conditions of this Agreement are not prevented or limited by and will not conflict with or result in a breach of any provision or requirement applicable to the Developer or of any provision of any evidence of indebtedness, agreement or instrument of whatever nature to which the Developer is now a party or by which it is bound.

(c) The Developer, with respect to its construction, operation and maintenance of the Improvements upon the Development Property, will cause the same to occur in accordance in all material respects with this Agreement and all local, state and federal laws and regulations (including without limitation environmental, zoning, building code and public health laws and regulations and including any relocation requirements under local, state or federal law).

(d) The Developer has received no notice or communication from any local, state, or federal official or body that any activities of the Developer respecting the Development Property contemplated by this Agreement, including the construction of the Improvements on the Development Property, may be or will be in violation of any law or regulation.

(e) The Developer will use its reasonable efforts to obtain, in a timely manner, all required permits, licenses and approvals, and to meet, in a timely manner, all requirements of all

applicable local, state, and federal laws and regulations which must be obtained or met before the Improvements may be lawfully constructed and completed.

(f) To the best knowledge and belief of the Developer, the construction of the Improvements on the Development Property within the reasonably foreseeable future is conditioned on the assistance and benefit to the Developer provided for in this Agreement. The Developer would not undertake the Project without the financing provided by the City pursuant to this Agreement.

(g) The Developer represents and covenants that throughout the term of this Agreement that the tax increment assistance provided under this Agreement will be used by the Developer solely to finance those costs which are eligible costs for reimbursement of a project as defined in the Urban Renewal Law. This provision does not apply to those costs that are initially borne by the City and reimbursed to the City by Developer as provided in Section 3.3 of this Agreement.

(h) The Developer will cooperate fully and in Good Faith with the City with respect to any litigation commenced by third parties or by the City or both against third parties with respect to the Project.

(i) The Developer will cooperate fully and in Good Faith with the City in resolution of any traffic, parking, trash removal or public safety problems which may arise in connection with the construction and operation of the Project.

(j) The Developer has not received any notice from any local, state, or federal official that the activities of the Developer with respect to the Project may or will be in violation of any Environmental Law or regulation, and the Developer, without any duty of inquiry, is not aware of any state or federal claim filed or planned to be filed by any party relating to any violation of any Environmental Law.

(k) The Developer understands that the City will or may subsidize or encourage the development of other properties in the City, including properties that compete with the Development Property and Improvements, and that such subsidies or encouragements may be more favorable than the terms of this Agreement, and that the City has not represented that development of the Development Property will be favored over the development of other properties.

(l) Subject to a Qualifying Change in Law, the Developer will spend enough in construction of the Minimum Improvements, when combined with the value of the Development Property, to generate an estimated minimum market value of Eleven Million Dollars (\$11,000,000). In the event of a Qualifying Change in Law, the Parties will cooperate in Good Faith to establish and calculate the minimum market value contemplated in this Subsection 1 using the valuation method under the law existing as of the Effective Date.

(m) The Developer expects that, barring Unavoidable Delays, the Project will be substantially completed by September 30, 2026.

(n) As of the Closing Date, the Developer shall have binding arrangements for all the equity and loan financing necessary to complete the Minimum Improvements.

(o) As of the Closing Date, the Developer shall have submitted to the City Construction Plans for the Improvements as described in Section 4.1.

(p) As of the Closing Date, the City shall be satisfied in its reasonable judgment that the Developer has firm arrangements for financing construction or acquisition of the Project in an amount sufficient, together with equity commitments, to complete the Project in conformance with such Construction Plans, or the City shall receive such other evidence of financial ability as in the reasonable judgment of the City is required.

(q) As of the Closing Date, the Developer shall have obtained an opinion from its independent legal counsel that this Agreement is in accordance with North Dakota state law, including the provisions of N.D.C.C. Chapter 40-58, and is a binding and enforceable agreement.

(r) As of the Closing Date, the Developer has marketable record title to Developer's Property free and clear of any encumbrances or lienholders except as provided in Article VII of this Agreement or, to the extent Developer does not have marketable record title, Developer has obtained from the person, firm or entity having such title an agreement [hereinafter referred to as an "Agency Agreement"] authorizing Developer to develop Developer's Property as contemplated by this agreement and authorizing Developer to enter into this Agreement, said Agency Agreement to be in a form approved by the City.

ARTICLE III

Completion of Improvements; Reimbursement of Certain Costs

Section 3.1. **Completion of Improvements by Developer.** Subject to Unavoidable Delays as provided in Section 4.2, below, the Developer shall have substantially completed the Improvements by September 30, 2026. The Developer's use of the Development Property shall be subject to (a) all of the conditions, covenants, restrictions and limitations imposed by this Agreement and also to (b) building and zoning laws and ordinances and all other local, state and federal laws and regulations.

Section 3.2. Intentionally Left Blank.

Section 3.3. **Reimbursement by City of Certain Costs; Terms of Tax Increment Note.** The Developer hereby represents to the City that the Developer has incurred and paid and will incur and pay significant Development Costs. The reimbursements that establish the principal balance of the Tax Increment Note whose principal and interest are payable to the Developer shall be as follows. The City hereby agrees to defray a portion of the Development Costs up to \$1,981,600, as follows:

1. Property Acquisition	\$ 1,206,600
2. Demolition & Site Cleanup	\$ 375,000
3. Environmental Site Cleanup	\$ 250,000

4. Public Works Improvements	\$ 100,000
5. Advance administrative Costs (Fees)	<u>\$ 50,000</u>
Total	\$ 1,981,600

For purposes of the above-described Development Costs, eligible costs for Demolition and Site Cleanup shall include, without limitation, soil remediation, building/basement removal, asbestos removal, engineering and other consultant fees, topographic, infrastructure removal, site paving removal, soil excavation and site fill, including reasonable fees and overhead charges and eligible costs for public works improvements, which shall include, without limitation, storm water infrastructure/detention, grading, including reasonable consultants' costs and fees and including reasonable overhead charges. The demolition and site cleanup and public works improvement costs may be transferred between categories provided that the total costs eligible for reimbursement will not exceed \$1,981,600. Property acquisition is capped at the stated \$1,206,600. Total development costs are capped at \$1,981,600 (including the stated administrative fee of \$50,000). The advance administrative fee of \$50,000, set forth above, will be paid by Developer to the City at the time of issuance of the Tax Increment Note. In addition, an annual administrative fee equal to five percent (5%) of the annual increment received from the County Auditor shall be retained by the City prior to remittance to Developer of said increment as payment on the Tax Increment Note.

If there is a category of expense that is deemed ineligible under the Urban Renewal Law, but there are additional eligible expenses not otherwise reimbursed under this Agreement, then such otherwise non-reimbursed, but eligible, expenses may be recognized as an eligible expense under this Agreement. In addition to the foregoing costs, Developer shall be entitled to reimbursement over and above the foregoing eligible expenses an agreed upon interest rate of Four and 90/100ths Percent (4.90%) Per Annum to be paid to Developer under the Tax Increment Note. All of the said costs, and interest, meet the representation set forth at Section 2.2(g) by issuing the Tax Increment Note, substantially in the form of Exhibit C to this Agreement, subject to the following conditions:

(a) There shall be one (1) Tax Increment Note. The principal amount of the Tax Increment Note shall be determined by adding the \$1,981,600 (or so much thereof as shall be demonstrated as set forth in Section 3.3(d)) plus a sum equal to Capitalized Interest. The Tax Increment Note shall provide for payments to be made by the City to Developer of Developer's Tax Increment received by the City from the County for the Project for the first Tax Year and for each of ten (10) subsequent Tax Years, with payments to be made annually on the Payment Dates, it being further provided that Available Tax Increment exists pertaining to the eleventh (11th) or earlier Tax Years

(b) The Tax Increment Note shall be delivered only if no Event of Default shall have occurred and be at the time continuing.

(c) This subsection intentionally left blank.

(d) If the conditions set forth in this Section are met, the Tax Increment Note shall be dated, issued and delivered when the Certificate of Completion has been delivered and when the Developer shall have demonstrated in writing to the reasonable satisfaction of the City that the Developer has incurred and paid eligible costs of the Improvements to be borne by Developer which will not be otherwise reimbursed or paid hereunder. Demonstration of eligible costs of Improvements up to the maximum amount of the Tax Increment Note shall be made pursuant to one or more certifications in form and substance satisfactory to the City that all or a portion of the costs of the Improvements have been incurred, together with lien waivers and evidence satisfactory to the City of the nature and amount of the costs of the Improvements and of the costs incurred by the Developer. Each certification shall demonstrate the specific purpose and amount of the costs of the Improvements and their compliance with the representation set forth at Section 2.2(g). The City's determination of a cost's compliance with the representation set forth at Section 2.2(g) shall, if based on the advice the city attorney's office after consultation with the Developer or its counsel, be conclusive. The delivery of the Tax Increment Note itself constitutes reimbursement of expenditures in an amount equal to the principal amount of the Tax Increment Note; there are no monetary proceeds received by Developer upon delivery of the Tax Increment Note.

(e) Subject to the provisions of the Tax Increment Note, the principal of and interest on the Tax Increment Note shall in the aggregate be payable on May 15th following the date of issuance of the Tax Increment Note and on May 15th of each year thereafter until the Maturity Date, said May 15th dates being referred to herein as the "Payment Date" or collectively as the "Payment Dates". The first payment on the Tax Increment Note, to become due and payable on the first Payment Date, shall be limited to all the Available Tax Increments received to said date by the City on the Project. For all payments after said first payment on the Tax Increment Note, the amounts payable on the Tax Increment Note on each Payment Date shall be limited to the Available Tax Increments received by the City since the prior year's Payment Date. All payments made on the Tax Increment Note shall be applied first to pay accrued and unpaid interest on the Tax Increment Note and second toward payment of principal. **To the extent that the Available Tax Increments are insufficient, through the Maturity Date, to pay all accrued and unpaid interest on and the principal of the Tax Increment Note, said unpaid amounts shall then cease to be any debt or obligation of the City or of the City whatsoever.**

(f) The unpaid principal of the Tax Increment Note shall bear interest at Four and 90/100ths Percent (4.90%) per annum from the date of issuance, compounded annually. Interest shall be computed on the basis of a 360-day year consisting of 12 months of 30 days each.

(g) The City expresses no opinion in particular as to whether, or not, the interest income from any such TIF Revenue Note is exempt from federal income taxation, but it is assumed that the Tax Increment Note will be a "taxable" obligation.

(h) The Tax Increment Note shall be a special and limited revenue obligation of the City and not a general obligation of the City, and only Available Tax Increments received by the City shall be used to pay the principal of and interest on the Tax Increment Note.

(i) The Tax Increment Note shall be governed by and payable pursuant to the additional terms thereof, as set forth in Exhibit C. In the event of any conflict between the terms of the Tax

Increment Note and the terms of this Section 3.3, the terms of the Tax Increment Note shall govern. No payments will be made on the Tax Increment Note during such time as there is a Specified Event of Default that has not been cured by the Developer.

(j) In connection with the issuance of the Tax Increment Note, and as conditions to such issuance, the Developer shall be provided with a Private Placement Memorandum and shall execute a receipt in a form acceptable to the City stating that it has relied on its own determinations in acquiring the Tax Increment Note and not on representations or information provided by the City.

(k) For purposes of this Agreement all project values shall be as valued by the City Assessor.

Section 3.4. Release and Indemnification Covenants.

(a) The Developer releases the City and the governing body members, officers, agents, including independent contractors, consultants and legal counsel, servants and employees thereof (hereinafter, for purposes of this Section, collectively the "Indemnified Parties") from, covenants and agrees that the Indemnified Parties shall not be liable for, and agrees to indemnify and hold harmless the Indemnified Parties against, any loss or damage to property or any injury to or death of any person for which a claim is made prior to the issuance of a Certificate of Completion and occurring at, about or in connection with the Development Property and/or Improvements, or the Developer's undertaking and completion thereof, or resulting from any defect therein, except to the extent such loss, damage or death is caused by the negligence or other wrongful acts of the Indemnified Parties. This paragraph (a) shall only apply to claims made prior to the issuance of a Certificate of Completion.

(b) Except for any willful misrepresentation or any willful or wanton misconduct or negligence of the Indemnified Parties, the Developer agrees to protect and defend the Indemnified Parties, now and forever, and further agrees to hold the aforesaid harmless from any claim, demand, suit, action or other proceeding whatsoever by any person or entity whatsoever brought prior to the issuance of a Certificate of Completion and arising or purportedly arising from this Agreement, or the transactions contemplated hereby or the acquisition, construction, installation, ownership, and operation of the Improvements; provided that this indemnification shall not apply to the warranties made or obligations undertaken by the City in this Agreement.

(c) The Indemnified Parties shall not be liable for any damage or injury to the persons or property of the Developer or its officers, agents, servants or employees or any other person who may be about the Project due to any act of negligence of any person, other than any act of negligence on the part of any such indemnified party or its officers, agents, servants or employees.

(d) All covenants, stipulations, promises, agreements and obligations of the City contained herein shall be deemed to be the covenants, stipulations, promises, agreements and obligations of the City and not of any governing body member, officer, agent, servant or employee of the City.

(e) This Agreement shall not create nor be construed to create any partnership, joint venture, agency, or employment relationship between the Parties.

Section 3.5. **Intentionally left blank.**

Section 3.6. **Use of Tax Increments.**

The City receives the Tax Increments generated by the TIF District from the County. The City may use Tax Increments which are not Developer Tax Increments for any purpose permitted by law. Developer Tax Increments shall be used on any date of application for the following purposes in the following order of priority:

- (a) to make payments on the Tax Increment Note; and
- (b) after payment of the Tax Increment Note in full, to pay or reimburse redevelopment costs identified by the City and to pay other eligible expenses for other projects that may be approved for the TIF District, from time to time, by the governing body of the City.

ARTICLE IV

Construction of Minimum Improvements

Section 4.1. **Completion of Minimum Improvements.** The Minimum Improvements shall consist of the demolition of seven buildings existing on the Development Property; asbestos remediation and the removal of substandard soils, rubble and other site clearing; right-of-way improvements; utility relocation and connections and related street repairs, and the construction of a multi-level apartment building with a minimum of eighty-eight (88) residential apartment dwelling units with enclosed (indoor) parking on the ground level. The Minimum Improvements constitute the minimum extent of the project work required to be provided hereunder by the Developer.

Section 4.2. Commencement and Completion of Construction.

(a) Subject to Unavoidable Delays and, having already undertaken most if not all of the demotion and site work, by October 1, 2025, the Developer shall have commenced the construction of the Improvements, and by September 30, 2026, the Developer shall have substantially completed the Minimum Improvements as stated in Section 3.1.

(b) Time lost as a result of Unavoidable Delays shall be added to extend the completion date beyond such date, a number of days equal to the number of days lost as a result of Unavoidable Delays.

(c) The Developer agrees for itself, and every successor in interest to the Development Property, or any part thereof, that the Developer, and such successors and assigns, shall cause to be promptly begun and diligently prosecuted to complete construction of the Minimum Improvements thereon, and that such construction shall in any event be commenced and completed within the period specified in this Section 4.2. Until construction of the Minimum Improvements has been completed, the Developer shall make reports to the City, in such detail and at such times as may reasonably be requested by the City, as to the actual progress of the Developer with respect to construction of the Minimum Improvements.

(d) The Developer agrees that it shall permit designated representatives of the City to enter upon the Development Property during the construction of the Minimum Improvements to inspect such construction, after reasonable notice to Developer and at City's risk, to determine compliance with this agreement. This paragraph is not intended to apply to the customary building or code inspections by the City, which inspections are otherwise required and permitted by law.

Section 4.3. Certificate of Completion.

(a) Promptly after completion of the Minimum Improvements to be completed by Developer in accordance with the provisions of this Agreement, the City will furnish the Developer with a Certificate of Completion, in substantially the form set forth in Exhibit F attached hereto. Such Certificate of Completion shall be a conclusive determination that the Developer has fulfilled the obligations of the Developer, and its successors and assigns, to construct the Minimum Improvements to be completed by Developer.

(b) If the City shall refuse or fail to provide a Certificate of Completion in accordance with the provisions of this Section 4.3, the City shall, within twenty (20) days after written request by the Developer, provide the Developer with a written statement indicating in adequate detail in what respects the Developer has failed to complete the Minimum Improvements in accordance with the provisions of this Agreement, or is otherwise in default under the terms of this Agreement, and what measures or acts it will be necessary, in the opinion of the City, for the Developer to take or perform in order to obtain such Certificate of Completion.

ARTICLE V

Insurance and Condemnation

Section 5.1. **Insurance.**

(a) The Developer will provide and maintain or cause to be maintained at all times during the process of constructing the Minimum Improvements and, from time to time at the request of the City, furnish the City with proof of payment of premiums on:

(i) Builder's risk insurance, written on the so-called "Builder's Risk -- Completed Value Basis" in an amount equal to one hundred percent (100%) of the insurable value of the Minimum Improvements at the date of completion, and with coverage available in non-reporting form on the so-called "all risk" form of policy; the interest of the City shall be protected in accordance with a clause in form and content satisfactory to the City;

(ii) Comprehensive general liability insurance (including operations, contingent liability, operations of subcontractors, completed operations and contractual liability insurance) together with an Owner's Contractor's Policy with limits against bodily injury and property damage of not less than \$500,000 for each occurrence (to accomplish the above-required limits, an umbrella excess liability policy may be used); and

(iii) Worker's compensation insurance, with statutory coverage.

(b) All insurance required in this Article V shall be taken out and maintained in responsible insurance companies selected by the Developer which are authorized under the laws of the State to assume the risks covered thereby. The Developer will deposit upon the request of the City, but no more often than annually, with the City copies of policies evidencing all such insurance, or a certificate or certificates or binders of the respective insurers stating that such insurance is in force and effect. In lieu of separate policies, the Developer may maintain a single policy, or blanket or umbrella policies, or a combination thereof, which provide the total coverage required herein, in which event the Developer shall deposit with the City a certificate or certificates of the respective insurers as to the amount of coverage in force upon the Minimum Improvements.

Section 5.2. **Condemnation.** In the event that title to and possession of the Improvements, or any material part thereof, but solely as to the Development Property and Improvements which the Developer retains ownership of, shall be taken in condemnation or by the exercise of the power of eminent domain by any governmental body or other person (except the City) prior to the Maturity Date the Developer shall, with reasonable promptness after such taking, notify the City as to the nature and extent of such taking.

ARTICLE VI

Reserved

ARTICLE VII

Mortgage Financing

Section 7.1. **Limitation Upon Encumbrance of Property.** Prior to the completion of the Minimum Improvements, as certified by the City, neither the Developer nor any successor in interest to the Development Property or any part thereof shall engage in any financing or any other transaction creating any mortgage or other encumbrance or lien upon the Development Property, whether by express agreement or operation of law, or suffer any encumbrance or lien to be made on or attach to the Development Property, other than:

(a) except for the purpose of securing financing for the Development Property or Minimum Improvements, or all of them; and

(b) if the City is given notice of such Mortgage in accordance with Sections 7.1 and 7.2.

Section 7.2. **Notice of Mortgage.** The Developer shall provide the City with a copy of the Mortgage and related note prior to the completion of the Minimum Improvements thereon.

Section 7.3. **Notice of Default; Copy to Mortgagee.** Whenever the City shall deliver any notice or demand to the Developer with respect to any breach or default by the Developer in its obligations or covenants under this Agreement for which the remedies of Sections 9.2 and 9.3 are available, the City shall at the same time forward a copy of such notice or demand to each holder of any Mortgage at the last address of such holder shown in the records of the City.

Section 7.4. **Mortgagee's Option to Cure Defaults.** After any breach or default referred to in Section 7.3, each such holder shall (insofar as the rights of the City are concerned) have the right, at its option, to cure or remedy such breach or default (or such breach or default to the extent that it relates to the part of the Development Property covered by its mortgage) and to add the cost thereof to the Mortgage debt and the lien of its Mortgage; provided, however, that if the breach or default is with respect to construction covered by the Mortgage, nothing contained in this Section or any other Section of this Agreement shall be deemed to require such holder, either before or after foreclosure or action in lieu thereof, to undertake or continue the construction or completion of the work covered by the Mortgage (beyond the extent necessary to conserve or protect the work or construction already made), provided that any such holder shall not devote the Development Property or portion thereof to a use inconsistent with the Development Plan or this Agreement without the agreement of the City.

Section 7.5. **City's Option to Cure Default on Mortgage.** In the event that the Developer is in default under any Mortgage authorized pursuant to this Article VII, whether or not the holder of the Mortgage has given the Developer notice of such default, the Developer shall notify the City in writing of:

- (a) the fact of the default;
- (b) the elements of the default; and
- (c) the actions required to cure the default.

If the default is an "Event of Default" under such Mortgage, which shall entitle such holder thereof to foreclose upon the Development Property covered by the Mortgage or any portion thereof, the Developer shall afford the City an opportunity to cure the "Event of Default" to the extent consistent with the Mortgage or permitted by the holder of the Mortgage upon request of the Developer, which request the Developer hereby covenants to make, within the time for cure provided by the Mortgage or within such longer reasonable time period as the holder shall deem appropriate. The City shall have no obligation to cure any such default.

ARTICLE VIII

Prohibitions Against Assignment and Transfer; Indemnification

Section 8.1. **Status of Developer; Transfer of Substantially All Assets.** As security for the obligations of the Developer under this Agreement, the Developer represents and agrees that prior to the earlier of the issuance of the Tax Increment Note, the Developer will maintain its existence as a North Dakota limited liability company and maintain its authority to conduct business in the State of North Dakota and shall not consolidate with or merge into another entity and shall not dissolve or otherwise dispose of all or substantially all of its assets; provided that the Developer may consolidate with or merge into another entity or sell or otherwise transfer to a partnership, corporation, limited liability partnership or other entity organized under the laws of one of the United States, or an individual, all or substantially all of its assets as an entirety and thereafter dissolve and be discharged from liability hereunder if (i) the transferee partnership, corporation, other entity or individual assumes in writing all of the obligations of the Developer under this Agreement; and (ii) the City receives such new security from the successor Developer to assure completion of the Project and the fulfillment of the remaining obligations of this Agreement as the City deems necessary or desirable.

Section 8.2. **Prohibition Against Transfer of Property and Assignment of Agreement.** The Developer represents and agrees that prior to the issuance of the Tax Increment Note:

(a) Subject to Article VII and Section 8.2(c) of this Agreement, except (i) only by way of security for, and only for, the purpose of obtaining financing (including construction loans secured by the Project, and loans secured by the Tax Increment Note) necessary to enable the Developer or any successor in interest to the Development Property, or any part thereof, to perform its obligations with respect to making the Minimum Improvements under this Agreement, (ii) for a transfer of a portion of the Development Property to a separate entity that controls, is controlled by, or is under common control with, Developer, or (iii) for any other purpose authorized by this Agreement, the Developer has not made or created and will not make or create or suffer to be made or created any total or partial sale, assignment, conveyance, or lease, or any trust or power, or transfer in any other mode or form of or with respect to the Agreement or the relevant portion of the Development Property or any part thereof or any interest therein, or any contract or agreement to do any of the same, without the prior written approval of the City.

(b) Subject to Section 8.2(c), the City shall be entitled upon request delivered to the Developer in accordance with Section 10.2 of this Agreement, to require, except as otherwise provided in the Agreement, as conditions to any such approval that:

(i) Any proposed transferee shall have the qualifications and financial responsibility, in the reasonable judgment of the City, necessary and adequate to fulfill the remaining obligations undertaken in this Agreement by the Developer with respect to the relevant portion of the Development Property.

(ii) Any proposed transferee, by instrument in writing satisfactory to the City and in form recordable among the land records, shall, for itself and its

successors and assigns, and expressly for the benefit of the City, have expressly assumed with respect to the relevant portion of the Development Property all of the remaining obligations of the Developer under this Agreement and agreed to be subject to all the conditions and restrictions to which the Developer is subject (unless the Developer agrees to continue to fulfill those obligations, in which case the preceding provisions of this Section 8.2(b)(ii) shall not apply); provided, however, that the fact that any transferee of, or any other successor in interest whatsoever to, the Development Property, or any part thereof, shall not, for whatever reason, have assumed such obligations or so agreed, shall not (unless and only to the extent otherwise specifically provided in this Agreement or agreed to in writing by the City) deprive the City of any rights or remedies or controls with respect to the Development Property or any part thereof or the construction of the Minimum Improvements; it being the intent of the parties as expressed in this Agreement that (to the fullest extent permitted at law and in equity and excepting only in the manner and to the extent specifically provided otherwise in this Agreement) no transfer of, or change with respect to, ownership in the Development Property or any part thereof, or any interest therein, however consummated or occurring, and whether voluntary or involuntary, shall operate, legally or practically, to deprive or limit the City of or with respect to any rights or remedies or controls provided in or resulting from this Agreement with respect to the Minimum Improvements that the City would have had, had there been no such transfer or change. In the absence of specific written approval by the City to the contrary, no such transfer or approval by the City thereof shall be deemed to relieve the Developer, or any other party bound in any way by this Agreement or otherwise with respect to the construction of the Minimum Improvements, from any of its obligations with respect thereto.

(iii) There shall be submitted to the City for review and prior written approval all pertinent instruments and other legal documents involved in effecting the transfer of any interest in this Agreement or the Development Property governed by this Article VIII.

(c) Upon the furnishing of a Certificate of Completion pursuant to Section 4.4, notwithstanding any provisions to the contrary in this Article VIII, the Developer may sell or transfer such property or a portion thereof without any approval pursuant to Section 8.2(a) or (b).

Section 8.3. Approvals. Any approval of a transfer of interest in the Developer, this Agreement, or the Development Property or of a release of the Developer from its obligations hereunder required to be given by the City under this Article VIII may be denied only in the event that the City reasonably determines that the ability of the Developer to perform its obligations under this Agreement and its statutory duty, as owner, to pay ad valorem real property taxes assessed with respect to the Development Property, or any part thereof, or the overall financial security provided to the City under the terms of this Agreement, or the likelihood of the Minimum Improvements being successfully constructed and operated pursuant to the terms of this Agreement, will be materially impaired by the action for which approval is sought.

Section 8.4. Pre-approved Transfers. Reserved.

ARTICLE IX

Events of Default

Section 9.1. **Events of Default Defined.** The following are Events of Default under this Agreement:

(a) There shall have occurred a failure in the observance or performance in any material respect of any covenant, condition, obligation or agreement to be observed or performed under this Agreement.

(b) If any representation or warranty made by the Developer herein shall at any time prove to have been incorrect in any material respect as of the time made.

(c) If the Improvements are not substantially completed by September 30, 2026, as such time may be extended by Unavoidable Delays.

(d) If the holder of any mortgage on the Development Property or any portion thereof shall commence a legal action on the secured indebtedness or a foreclosure of its mortgage.

(e) If the Developer shall breach, in a material respect, any warranties, covenants or other provisions of this Agreement not referred to in the foregoing provisions of this Section 9.1.

(f) The filing by the Developer of a voluntary petition in bankruptcy or the adjudication of the Developer as a bankrupt, the insolvency of the Developer or the filing by the Developer of any petition or answer seeking or acquiescing in any reorganization, arrangement, composition, readjustment, liquidation resolution or similar relief under any present or future federal, state or other statutes, laws or regulations relating to bankruptcy, insolvency or other relief for debtors, or if the Developer seeks or consents to or acquiesces in the appointment of any trustee, receiver or liquidator for itself or its property, or makes any general assignment for the benefit of creditors, or admits in writing its inability to pay its debts generally as they become due.

(g) If the Developer shall not have available, and be able to demonstrate to the reasonable satisfaction of the City, sufficient funds to complete the Improvements and pay all costs thereof.

An Event of Default shall also include any occurrence which would with the passage of time or giving of notice become an Event of Default as defined hereinabove.

Section 9.2. **Remedies on Default.** Whenever any Event of Default occurs, in addition to all other remedies available to the City at law or in equity, the City (1) may, upon written notice, suspend its performance (other than the payment of the Tax Increment Note, except as provided below for a Specified Event of Default) under this Agreement until it receives assurances from the Developer, deemed adequate by the City, that the Developer has cured its default and will continue its performance under this Agreement, and (2) may, after provision of sixty (60) days written notice to the Developer of the Event of Default, but only if the Event of Default has not been cured within said sixty (60) days, or, if the Event of Default cannot be cured within sixty (60) days, the Developer does not provide assurances to the City reasonably satisfactory to the City that the Event

of Default will be cured as soon as reasonably possible, terminate this Agreement, without further obligation whatsoever hereunder to the Developer Further, whenever an Event of Default occurs that is described in Section 9.1(c), then, after provision of fifteen (15) days written notice to the Developer of such Event of Default, the City shall have the right to enter and take possession of any or all of the Development Property for the purpose of completing the Minimum Improvements and, in the course of so doing, securing the Development Property from intruders and/or preventing uninvited or unwanted persons from, entering the Development Property as may be necessary and appropriate and to abate or mediate any fire hazards or other safety hazards that are reasonably determined to exist by the City. City may enter the property under the authority granted by this Agreement, by one or more ordinances enacted pursuant to Section 40-58-18 of the North Dakota Century Code, or by both such authority.

Notwithstanding anything to the contrary stated in this Agreement, the City shall not exercise any remedies at law or in equity or under this Agreement upon an Event of Default by the Developer, other than the City's right to suspend its performance under this Agreement, until after provision of sixty (60) days written notice to the Developer of the Event of Default, but only if the Event of Default has not been cured within said sixty (60) days, or, if the Event of Default cannot be cured within sixty (60) days, the Developer does not provide assurances to the City reasonably satisfactory to the City that the Event of Default will be cured as soon as reasonably possible.

As a remedy for an Event of Default:

(a) The City may withhold a Certificate of Completion.

(b) The City may suspend or terminate payments on the Tax Increment Note, if the Event of Default is a Specified Event of Default.

(c) The City may take any action, including legal, equitable or administrative action, which may appear necessary or desirable to collect any payments due under this Agreement, to recover any damages or to enforce performance and observance of any obligation, agreement, or covenant of the Developer under this Agreement.

Section 9.3. No Remedy Exclusive. No remedy herein conferred upon or reserved to the either Party is intended to be exclusive of any other available remedy or remedies, but each and every such remedy shall be cumulative and shall be in addition to every other remedy given under this Agreement or now or hereafter existing at law or in equity. No delay or omission to exercise any right or power accruing upon any default shall impair any such right or power or shall be construed to be a waiver thereof, but any such right and power may be exercised from time to time and as often as may be deemed expedient.

Section 9.4. No Additional Waiver Implied by One Waiver. If any agreement contained in this Agreement should be breached by either Party and thereafter waived by the other Party, such waiver shall be limited to the particular breach so waived and shall not be deemed to waive any other concurrent, previous or subsequent breach hereunder.

Section 9.5. Agreement to Pay Attorneys' Fees and Expenses. Whenever any Event of Default occurs and has not been cured within sixty (60) days and the City shall employ attorneys or incur other expenses for the enforcement, performance or observance of any obligations or

agreement on the part of the Developer contained herein, or for the identification and/or pursuit of any remedies or possible workouts of such default, the Developer agrees that it shall, on demand therefor, pay to the City the reasonable fees of such attorneys and such other reasonable expenses so incurred by the City. If an Event of Default cannot be cured within sixty (60) days, but the Developer has provided assurances to the City reasonably satisfactory to the City that the Event of Default will be cured as soon as reasonably possible (as provided in Section 9.2), and the Developer does so cure said Event of Default in the manner as assured to the City, the Event of Default shall be deemed to have been cured within said sixty (60) days for purposes of this Section.

ARTICLE X

Additional Provisions

Section 10.1. **Titles of Articles and Sections.** Any titles of the several parts, Articles and Sections of this Agreement are inserted for convenience of reference only and shall be disregarded in construing or interpreting any of the provisions hereof.

Section 10.2. **Notices and Demands.** Except as otherwise expressly provided in this Agreement, a notice, demand or other communication under this Agreement by either Party to the other shall be sufficiently given or delivered if sent by registered or certified mail, postage prepaid, return receipt requested, or delivered personally; and,

(a) in the case of the Developer, to Skyline, LLC, 200 45th Street South, Suite 200, Fargo, ND 58103, Attention: Shannon Roers Jones, its General Counsel; and,

(b) in the case of the City, to the City at 225 4th Street North, North Dakota 58102, Attention: Director of Strategic Planning and Research AND to the City at 225 North 4th Street, Fargo, North Dakota 58102, Attention: City Auditor;

or at such other address with respect to either such Party as that Party may, from time to time, designate in writing and forward to the other as provided in this Section.

Section 10.3. **Counterparts.** This Agreement may be executed in any number of counterparts, each of which shall constitute an original hereof.

Section 10.4. **Law Governing.** The Parties agree that this Agreement shall be governed and construed in accordance with the laws of the State of North Dakota.

To the extent the ability of the City to perform any obligations under this agreement is impaired or limited by modifications in North Dakota law, as established either by the legislature or the courts, this agreement shall be interpreted and construed to maximize the fulfillment of such obligations under the law; however, no breach of this agreement may be deemed to occur as a result of such impairment or limitation

Section 10.5. **No Filing of Agreement.** The Parties agree that this Agreement shall not be filed against the Development Property, and each Party agrees that if it shall inadvertently cause or suffer this Agreement to be so filed, it will take such actions as may be necessary to remove, satisfy and render ineffective any such filing.

Section 10.6. **Modification.** If the Developer is requested by the holder of a Mortgage or by a prospective holder of a prospective Mortgage to amend or supplement this Agreement in any manner whatsoever, the City will, in good faith, consider the request with a view to granting the same unless the City, in its reasonable judgment, concludes that such modification is not in the public interest, or will significantly and undesirably weaken the financial security provided to the interests of the City by the terms and provisions of this Agreement.

Section 10.7. **Legal Opinions.** Upon execution of this Agreement, each party shall, upon request of the other parties, supply the other parties with an opinion of its legal counsel to the effect that this Agreement is legally issued or executed by, and valid and binding upon, such party, and enforceable in accordance with its terms.

Section 10.8. **General Response Time.** In the event that this Agreement does not specify a specific time period for a Party to respond to a request, demand, or inquiry regarding this Agreement by another Party to this Agreement, then the response period shall be sixty (60) days unless specifically set forth in this Agreement.

Section 10.9. **Relationship of the Parties.** Nothing in this Agreement is intended, or shall be construed, to create a partnership or joint venture among or between the parties hereto, and the rights and remedies of the Parties hereto shall be strictly as set forth in this Agreement.

Section 10.10. **Severability.** If any court of competent jurisdiction finds any provision or part of this Agreement is invalid, illegal, or unenforceable, that portion will be deemed severed from this Agreement, and all remaining terms and provisions of this Agreement will remain binding and enforceable. The Parties, however, agree that this Agreement will be reformed to replace any invalid, illegal, or unenforceable provision or portion of this Agreement with an alternative provision that is enforceable and bears as close a resemblance as possible to any provision determined to be invalid, illegal, or unenforceable.

Section 10.11. **Approvals; Mayor Authority-Action.** Wherever in this Agreement the consent or approval of the City or Developer is required or requested, such consent or approval shall not be unreasonably withheld or unduly delayed (except to the extent that, as a remedy upon the occurrence of an Event of Default, the City is entitled to withhold its performance). Any approval, execution of documents, or other action to be taken by the City pursuant to this Agreement or for the purpose of determining sufficient performance by the Developer under this Agreement may be made, executed or taken by the Mayor of the City without further approval by the Board of City Commissioners of the City, to the extent permitted by law. The Mayor may, but shall not be required to, consult with other City staff with respect to such matters. Any approval, execution of documents, or other action to be taken by the City pursuant to this Agreement or for the purpose of determining sufficient performance by the Developer under this Agreement may be made, executed or taken by the Mayor without further approval by the Board of City Commissioners of the City, to the extent permitted by law. The Mayor may, but shall not be required to, consult with City staff with respect to such matters.

Section 10.12. **Representation.** The Parties, having been represented by counsel or having waived the right to counsel, have carefully read and understand the contents of this Agreement and agree they have not been influenced by any representations or statements made by any other parties.

Section 10.13. **Electronic Signatures.** In the event that any signature is delivered by facsimile transmission or by e-mail delivery of a “.pdf” format data file, such signature shall create a valid and binding obligation of the Party executing (or on whose behalf such signature is executed) with the same force and effect as if such facsimile or “.pdf” signature page was an original thereof.

ARTICLE XI

Termination of Agreement; Expiration

Section 11.1. **City's Option to Terminate.** As provided and under the conditions specified in Section 9.2, the City may terminate this Agreement if an uncured Event of Default shall have occurred hereunder and be continuing following notice as set forth in Section 9.2. Nothing in that or in this Section shall affect the City's right, should the City not so elect to terminate this Agreement and as recourse against the Developer, to insist on performance hereunder by the Developer.

Section 11.2. **Expiration.** This Agreement shall expire when the Tax Increment Note is paid in full or, if earlier, on the Maturity Date.

Section 11.3. **Effect of Termination or Expiration.** No termination or expiration of this Agreement pursuant to the terms hereof shall terminate any rights or remedies of the City arising hereunder due to an Event of Default, or of the Developer arising hereunder due to a breach of this Agreement by the City, occurring prior to such termination or expiration.

Section 11.4. **No Third Party Beneficiaries.** There shall, as against the City, be no third party beneficiaries to this Agreement. More specifically, the City enters into this Agreement, and intends that the consummation of the City obligations contemplated hereby shall be, for the sole and exclusive benefit of the Developer, and notwithstanding the fact that any other "persons" may ultimately participate in or have an interest in the Improvements, the City does not intend that any party other than the Developer shall have, as alleged third party beneficiary or otherwise, any rights or interests hereunder as against the City, and no such other party shall have standing to complain of the City's exercise of, or alleged failure to exercise, its rights and obligations, or of the City's performance or alleged lack thereof, under this Agreement.

IN WITNESS WHEREOF, the City and Developer have caused this Agreement to be executed by their duly authorized representatives.

CITY OF FARGO,
a North Dakota municipal corporation

(SEAL)

By _____
Dr. Tim Mahoney, its Mayor

ATTEST:

By _____
Steven Sprague, City Auditor

STATE OF NORTH DAKOTA)
)ss.
COUNTY OF CASS)

The foregoing instrument was acknowledged before me this ____ day of _____, 2025, by Dr. Tim Mahoney and Steven Sprague, the Mayor and City Auditor, respectively, of the City of Fargo, North Dakota, on behalf of said City.

Notary Public

This document drafted by:

Erik R. Johnson
Assistant City Attorney
City of Fargo
701-371-6850

Skyline, LLC

By _____
_____, its: _____

STATE OF NORTH DAKOTA)
)ss.
COUNTY OF CASS)

The foregoing instrument was acknowledged before me this ____ day of _____, 2025,
by _____, the _____ of Skyline, LLC, a North Dakota
limited liability company, on behalf of said company.

Notary Public

EXHIBIT A

LEGAL DESCRIPTION OF DEVELOPMENT PROPERTY

The Development Property consists of that certain real property situate in the City of Fargo, County of Cass and State of North Dakota, more fully described as:

Lot One (1), Block One (1), Skyline Addition to the City of Fargo.

The property address is _____, Fargo, ND 58102.

EXHIBIT B

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EXHIBIT C
FORM OF TAX INCREMENT NOTE

No. R-1

\$ _____

UNITED STATES OF AMERICA
STATE OF NORTH DAKOTA
CASS COUNTY
CITY OF FARGO

TAX INCREMENT
REVENUE NOTE OF 20__
(TAX INCREMENT DISTRICT 2018-03 PROJECT)

KNOW ALL PERSONS BY THESE PRESENTS that the City of Fargo, Cass County, North Dakota (the "City"), certifies that it is indebted and for value received promises to pay to Skyline, LLC, a North Dakota limited liability company (the "Developer"), or the registered assign, the principal sum of _____ Million _____ Hundred _____ Thousand and no/100 Dollars (\$____,____,000.00), an amount issued in reimbursement of eligible costs paid by the Developer, unless due sooner by redemption or early payment, on the Maturity Date defined below; but only in the manner, at the times, from the sources of revenue, and to the extent hereinafter provided; and to pay interest on the unpaid principal amount of this Note at the rate of interest of Four and 90/100ths Percent (4.90%) per annum, compounded annually. Interest shall accrue from the date of this Note on the amount issued and shall be computed on the basis of a 360-day year consisting of 12 30-day months. This Note is the "Tax Increment Note" (the "Note") described and defined in that certain Developer Agreement, dated as of _____, 20__ (as the same may be amended from time to time, the "Developer Agreement"), by and between the City and Skyline, LLC, a North Dakota limited liability company, as the initial Developer under the Developer Agreement. Each capitalized term which is used but not otherwise defined in this Note shall have the meaning given to that term in the Developer Agreement or in the resolution authorizing the issuance of this Note. Principal and interest are payable at such address as shall be designated in writing by Skyline, LLC, or other registered holder of this Note, in any coin or currency of the United States of America which at the time of payment is legal tender for public and private debts.

Payment Dates. Subject to the terms hereof, the principal of and interest on the Tax Increment Note shall in the aggregate be payable on May 15th following the date of issuance of the Tax Increment Note and on May 15th of each year thereafter until the Maturity Date, said May 15th dates being referred to herein as the "Payment Date" or collectively as the "Payment Dates".

Payment Amounts. On each Payment Date (or, if not a business day of the City, the first business day thereafter) the City shall pay by check or draft mailed to the person that was

the Registered Owner of the Note at the close of the last business day of the City preceding such Payment Date an amount as follows: (a) the first payment on the Tax Increment Note, to become due and payable on the first Payment Date, shall be limited to all the Available Tax Increments received to said date by the City on the Project and (b) for all payments after said first payment on the Tax Increment Note, the amounts payable on the Tax Increment Note on each Payment Date shall be limited to the Available Tax Increments received by the City since the prior year's Payment Date. All payments made on the Tax Increment Note shall be applied first to pay accrued and unpaid interest on the Tax Increment Note and second toward payment of principal. To the extent that the Available Tax Increments are insufficient, through the Maturity Date, to pay all accrued and unpaid interest on and the principal of the Tax Increment Note, said unpaid amounts shall then cease to be any debt or obligation of the City or of the City whatsoever. In no event shall any City be obligated to remit payment of principal in excess of the aggregate amount of the unpaid principal of the Note. The City shall have the option at any time to prepay in whole or in part the principal amount of this Note at par plus accrued interest. All payments made by the City under this Note shall be applied first to pay accrued and unpaid interest on this Note and second toward payment of principal hereof.

Redemption. In addition to the amounts of principal required to be paid by the City as hereinabove set forth, the City shall have the right to prepay on any date the entire principal amount hereof then remaining unpaid, or such lesser portion thereof as it may determine upon, in multiples of \$1,000, at par plus accrued interest. Notice of any such optional prepayment shall be given prior to the prepayment date by mailing to the registered owner of this Note a notice fixing such prepayment date and the amount of principal to be prepaid.

Available Tax Increments. "Available Tax Increments" are defined in the Developer Agreement as follows:

"Developer Tax Increments minus the Qualified Administrative Costs.

Developer Tax Increments" are defined in the Developer Agreement as follows:

"The portion of Developer's Taxes which constitutes Tax Increments, or the portion of Tax Increments derived from Developer's Taxes."

"Tax Increments" are defined in the Developer Agreement as follows:

"Tax Increments' means those tax increments which the City shall be entitled to receive and retain, and which the City shall have actually received from Cass County, from time to time from the TIF District pursuant to the Urban Renewal Law.

In addition, "Developer's Taxes" are defined in the Developer Agreement as follows:

"Developer's Taxes' means taxes paid with respect to the portions of the Development Property and Improvements completed by the Developer for the eleventh (11th) Tax Year and earlier Tax Years. Taxes for the twelfth (12th) year following the first Tax Year, or for any subsequent year, are not included as Developer's Taxes."

In addition, "Tax Year" is defined in the Developer Agreement as follows:

"Tax Year" is one of a maximum of eleven (11) successive calendar years, with the first year being the year that, pursuant to this Agreement, the Tax Increment Note is issued and with the subsequent years being the ten (10) subsequent calendar years. The eleventh (11th) Tax Year, therefore, is the tenth (10th) calendar year following the first said year.

In addition, "Maturity Date" is defined in the Developer Agreement as follows:

"Maturity Date" means the date that is three (3) years from the Payment Date for the eleventh Tax Year following the date of the issuance of the Tax Increment Note.

In addition, Section 3.6 of the Developer Agreement provides as follows:

"The City receives the Tax Increments generated by the TIF District from the County. The City may use Tax Increments which are not Developer Tax Increments for any purpose permitted by law. Developer Tax Increments shall be used on any date of application for the following purposes in the following order of priority:

- (a) to make payments on the Tax Increment Note; and,
- (b) after payment of the City Development Costs and Tax Increment Note in full, to pay or reimburse redevelopment costs identified by the City and to pay other eligible expenses for other projects that may be approved for the TIF District, from time to time, by the governing body of the City.

No Payment Upon Default. No payments will be made on this Note during such time as there is an Event of Default under the Developer Agreement which has not been cured by the Developer.

Lack of Protective Covenants. The City of Fargo, North Dakota (the "City"), has not covenanted to endeavor in any fashion to cause Tax Increments to be sufficient to generate Available Tax Increments sufficient to pay this Note, nor have they covenanted to take actions under the Developer Agreement with such sufficiency as a goal.

Sufficiency of Revenues. The City makes no representation or covenant, express or implied, that the revenues described herein will be sufficient to pay, in whole or in part, the amounts which are or may otherwise become due and payable hereunder. Any amounts which have not become due and payable on this Note on or before the Maturity Date shall no longer be payable, as if this Note had ceased to be any debt or obligation of the City or of the City whatsoever.

Issuance; Purpose; Special Limited Obligation. This Note is in the aggregate principal amount of \$____,____,____ (the "Note"), which Note has been issued pursuant to and in full conformity with the Constitution and laws of the State of North Dakota including North Dakota Century Code Chapter 40-58, for the purpose of providing money to finance certain eligible costs within the City's Urban Renewal District 2018-03, specifically the costs identified in Section 3.3 of the Developer Agreement. The Notes are payable out of the Tax Increment Revenue Note of 20__-0__ (Skyline Project) Fund of the City, to which have been pledged amounts representing Available Tax Increments to be received by the City from the City's 2018-03 Tax Increment District in the City. This Note is not any obligation of any kind whatsoever of any public body, except that this Note is a special and limited revenue obligation but not a general obligation of the City and is payable by the City only from the sources and subject to the qualifications and limitations stated or referenced herein. Neither the full faith and credit nor the taxing powers of the City or of the City are pledged to or available for the payment of the principal of or interest on this Note, and no property or other asset of the City or of the City, save and except the above referenced Available Tax Increments, is or shall constitute a source of payment of the City's obligations hereunder.

Limitation on Transfer. This Note may only be transferred to a person who is (1) a successor of Skyline, LLC, by reorganization, merger or acquisition, (2) a member of Skyline, LLC, (3) to a lender of Skyline, LLC, as collateral for financing as permitted by the Developer Agreement, (4) a related person to such partner or successor, (5) a "qualified institutional buyer" as defined in Rule 144A promulgated under the federal Securities Act of 1933, or (6) an "accredited investor" as defined in Rule 501(a)(1), (2), (3) or (7) promulgated under the federal Securities Act of 1933. The City shall not register any transfer of this Note unless (i) a registered owner's prospective transferee delivers a representation letter in form satisfactory to the City verifying that the transferee is a "qualified institutional buyer"; or (ii) such transferee is an "accredited investor" which has delivered a representation letter in form satisfactory to the City; or (iii) the prospective transferee demonstrates to the satisfaction of the City that it is the successor, partner or related person to Skyline, LLC, noted above.

Any registered owner desiring to effect a transfer shall, and does hereby, agree to indemnify the City against any liability, cost or expense (including attorneys' fees) that may result if the transfer is not so made.

Registration; Transfer. This Note shall be registered in the name of the payee on the books of the City by presenting this Note for registration to the officer of the City performing the functions of the Treasurer, who will endorse his or her name and note the date of registration opposite the name of the payee in the certificate of registration on the reverse side hereof. Thereafter this Note may be transferred to a bona fide purchaser who is a permitted transferee only by delivery with an assignment duly executed by the registered owner or his, her or its legal representative, and the City may treat the registered owner as the person exclusively entitled to exercise all the rights and powers of an owner until this Note is presented with such assignment for registration of transfer, accompanied by assurance of the nature provided by law that the assignment is genuine and effective, and until such transfer is registered on said books and noted hereon by the Treasurer of the City.

Developer Agreement. The terms and conditions of the Developer Agreement are incorporated herein by reference and made a part hereof. The Developer Agreement may be attached to this Note, and shall be attached to this Note if the holder of this Note is any person other than Skyline, LLC. No payments will be made on this Note during such time as there is a Specified Event of Default under the Developer Agreement which has not been cured by the Developer.

Taxable Obligation. This Note is intended to bear interest that is included in the gross income of the owner.

IT IS HEREBY CERTIFIED AND RECITED that all acts, conditions and things required by the Constitution and laws of the State of North Dakota to be done, to happen and to be performed, precedent to and in the issuance of this Note, have been done, have happened and have been performed, in regular and due form, time and manner as required by law; and that this Note, together with all other debts of the City outstanding on the date hereof, being the date of its actual issuance and delivery, does not exceed any constitutional or statutory limitation of indebtedness.

IN WITNESS WHEREOF, the City of Fargo, a North Dakota municipal corporation, by its Board of City Commissioners has caused this Note to be executed on its behalf by the signature of its Mayor and attested by the signature of the City Auditor, all as of _____, 20__.

CITY OF FARGO, a North Dakota municipal corporation

By: _____
Dr. Tim Mahoney, its Mayor

ATTEST:

Steven Sprague, City Auditor

(SEAL)

Tax Increment Revenue Note of 20__ (District 20__-0__)

CERTIFICATE OF REGISTRATION

The transfer of ownership of the principal amount of the attached Note may be made only by the registered owner or his, her or its legal representative last noted below.

DATE OF
REGISTRATION

REGISTERED OWNER

SIGNATURE OF
AUTHORITY'S TREASURER

Skyline, LLC

_____, 20____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

EXHIBIT D
INTENTIONALLY LEFT BLANK

EXHIBIT E

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EXHIBIT F

CERTIFICATE OF COMPLETION

WHEREAS, the City of Fargo, North Dakota, a municipal corporation, (the "City") and Skyline, LLC, a North Dakota limited liability company (the "Developer") have entered into an agreement dated as of the ____ day of _____, 2025; and

WHEREAS, the Developer has to the present date performed said covenants and conditions insofar as it is able in a manner deemed sufficient by the City to permit the execution and recording of this certification:

NOW, THEREFORE, this is to certify that all building construction and other physical improvements specified to be done and made by the Developer have been completed, and the above covenants and conditions in said Developer Agreement have been performed by the Developer therein, and that the Tax Increment Note, referred to in said Developer Agreement, may be issued to Developer by the City.

CITY OF FARGO,
a North Dakota municipal corporation

By: _____
_____, Mayor

Attest:

_____, City Auditor

City of Fargo
Application for Tax Increment Financing

Contact Information

James Roers
200 45th St S Suite 200
Fargo, ND 58103
701-356-5050
Jim@roers.com

Shannon Roers Jones
200 45th St S Suite 200
Fargo, ND 58103
701-356-6418
shannon@roers.com

General Information

- Name and description of Corporation/Partnership:
 - Skyline LLC
- Project Location:
 - Southeast block of 18th St N and 12th Ave N Fargo ND 58102
- Project Description with conceptual plans:
 - 88 unit, 5 story apartment building with enclosed parking for 60 vehicles, 48 surface parking stalls, and associated handicap accessible improvements. Project will include improvements to sidewalks along 18th St N and 12th Ave N.
 - Conceptual Plans are attached.
- Propose Schedule:
 - Demolition of the existing structures completed Fall of 2024. Construction to begin April of 2025 with completion in June of 2026.

Project Financials and Financing

- Name of Developer:
 - RDG2 LLC
- Ultimate owner of development:
 - Skyline LLC
- Type of Project (Commercial, Downtown, Mixed-Use):
 - Multi-Family/Student Housing in the UMU zoning area
- Dollar request of TIF assistance:
 - Approximately \$2,033,000 – See attached ‘*TIF Exemption-Estimated Tax Generation*’
- Minimum of a 10-Year Proforma, showing the year in which the property is at full rent
 - Preliminary Proforma attached
- Total project cost:
 - \$21.6M
- Hard Capital Costs
 - \$18.3M
- Contributed equity:
 - \$5.4M
- Loan amount(s) with terms (anticipated rate, first maturity, final maturity):
 - Final loan package currently being finalized. \$16.2M, 6.5% interest rate with 5 year maturity with a 25 year amortization

- Number of housing units by type:
 - 88 units in total
 - 17 - Efficiency Units – Various layouts
 - 24 - 1-BR units – Various layouts
 - 35 – 2-BR units – Various layouts
 - 12 – 3-BR units – Various layouts
- Proposed rents by housing unit types:
 - Efficiency Units – \$1,200-\$1,250/month
 - 1-BR units – \$1,300 - \$1,450/month
 - 2-BR units – \$1,650 - \$1,725/month
 - 3-BR units – \$2,150 - \$2,250/month
- Detailed assumptions for any other revenues:
 - 1st floor (covered parking) - \$125 stall/month
 - On-grade parking - \$75/month

- Expenditures broken out by category:

Land Cost	\$	1,330,000
Construction Cost		18,539,000
Architecture/Engineering		502,000
Financing/construction period interest		83,000
Developer Fee		900,000
Contingency		251,000
Total Expenditures	\$	21,605,000

- Extraordinary Costs broken out by cost. (Land, demolition, public facilities)

Land	\$	1,330,000
Building Demolition		375,000
Environmental		250,000
Public Works/Utilities		100,000
Total Extraordinary Costs	\$	2,055,000

Skyline LLC
TIF Exemption - Estimated tax generation
1.28.25

Note: Below is Roers' calculation of the estimated TIF Exemption credit that can be generated from the redevelopment of Renewal Area 2018-03. Roers expects TIF exemption to change based on Assessor's valuation of project once completed.

1 Estimated valuation for Skyline LLC is based off of the 2024 per unit valuation of the View Apartments located at 1113 University Dr N, parcel #01-8726-00200-000

Skyline LLC (Estimated Valuation1)		2023 Valuation			2024 tax			Net Taxable		Taxable Value		Taxes		Taxes Less		Assumed Tax Rate
		Building	Land	Total	Includes	Specials	Value	to Valuation	Specials	Specials	Specials	Specials				
Existing Property Value and Property Taxes		Parcel #	House #													
01-0100-00340-000	1141	67,600	41,800	109,400		1,550		4,923	4.50%	1,550.03	45.09	1,504.94				31%
01-0100-00330-000	1137	77,400	35,100	112,500		1,805		5,063	4.50%	1,804.61	258.03	1,546.58				31%
01-0100-00320-000	1133	-	35,100	35,100		771		1,580	4.50%	771.49	283.65	487.84				31%
01-0100-00310-000	1129	165,900	35,100	201,000		3,038		9,045	4.50%	3,038.01	283.65	2,754.36				30%
01-0100-00300-000	1125	165,000	41,800	206,800		2,840		9,306	4.50%	2,840.46	2.31	2,838.15				30%
01-0100-00290-000	1121	144,500	41,800	186,300		2,566		8,384	4.50%	2,566.07	2.31	2,563.76				31%
01-0100-00280-000	1117	-	35,100	35,100		771		1,580	4.50%	771.49	283.65	487.84				31%
		620,400	265,800	886,200		13,342		39,881	4.50%	13,342.16	1,158.69	12,183.47				30.55%

X 2025 and 2026 taxes based on land only value of existing 7 parcels as houses were demoed fall of 2024, and completion of the project is scheduled for June of 2026. Exemption subject to change based on assessors valuation.

Note: 2% increase year over year factored into the below

Period	Year	Existing		TIF		Tax Payments	Tax Relief
		Properties	New Project Tax	Exemption			
2024	2024	12,183.47					
	2025	12,427.14	X 3,663.11			3,663.11	
0	2026	12,675.68	X 3,736.37			3,736.37	
1	2027	12,929.20		100%			160,286.08
2	2028	13,187.78		100%			163,491.80
3	2029	13,451.54		100%			166,761.63
4	2030	13,720.57		100%			170,096.87
5	2031	13,994.98		100%			173,498.80
6	2032	14,274.88		75%		44,242.19	132,726.58
7	2033	14,560.37		75%		45,127.04	135,381.12
8	2034	14,851.58		75%		46,029.58	138,088.74
9	2035	15,148.61		75%		46,950.17	140,850.51
10	2036	15,451.59		75%		47,889.17	143,667.52
11	2037	15,760.62		50%		97,693.92	97,693.92
12	2038	16,075.83		50%		99,647.79	99,647.79
13	2039	16,397.35		50%		101,640.75	101,640.75
14	2040	16,725.29		50%		103,673.57	103,673.57
15	2041	17,059.80		50%		105,747.04	105,747.04
15 year tax revenue		260,876.27	2,775,630.31			536,620.10	2,033,252.72

Skyline LLC
Budget for Period Ended XX34 - 16 Year Roll-out
1/28/2025
With TIF Exemption

	1	2	3	4	5	6	7	8	9	10
Year	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035
Initiation	3.5%									
% vacant	15%									
Average Rent \$	1,579	1,603	1,659	1,717	1,777	1,839	1,903	1,970	2,039	2,110
Income:										
Apartment Rent	694,968	1,692,246	1,751,475	1,812,776	1,876,224	1,941,891	2,009,858	2,080,203	2,153,010	2,228,365
Garage Rent	37,500	90,000	92,700	95,481	98,345	101,296	104,335	107,465	110,689	114,009
On Grade Parking	17,625	42,300	43,569	44,876	46,222	47,609	49,037	50,508	52,024	53,584
Vacancy	(104,245)	(84,612)	(87,574)	(90,639)	(93,811)	(97,095)	(100,493)	(104,010)	(107,650)	(111,418)
Net Apartment Rent	645,848	1,739,934	1,800,170	1,862,495	1,926,980	1,993,702	2,062,737	2,134,166	2,208,072	2,284,541
Promotions	(8,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)	(2,000)
Pet Fees	2,500	6,000	6,180	6,365	6,556	6,753	6,956	7,164	7,379	7,601
Misc/NSP/Lale	1,250	3,000	3,090	3,183	3,278	3,377	3,478	3,582	3,690	3,800
Amenity Space Rentals	500	1,200	1,236	1,273	1,311	1,351	1,391	1,433	1,476	1,520
App Fee Revenue	6,500	8,300	8,591	8,891	9,202	9,524	9,858	10,203	10,560	10,930
Turnover Revenue	-	21,250	21,463	21,677	21,894	22,113	22,334	22,557	22,783	23,010
Total Revenues:	648,598	1,777,684	1,838,729	1,901,884	1,967,222	2,034,819	2,104,753	2,177,105	2,251,959	2,328,685
Expenses:										
Administration										
Mgmt fees	25,834	89,597	72,007	74,500	77,079	79,748	82,509	85,367	88,323	91,382
Office wages-other	6,250	15,000	15,150	15,302	15,455	15,609	15,765	15,923	16,082	16,243
Advertising	4,200	10,080	10,181	10,283	10,385	10,489	10,594	10,700	10,807	10,915
Misc exp	2,625	6,300	6,363	6,427	6,491	6,556	6,621	6,688	6,754	6,822
Technology	2,875	6,900	6,969	7,039	7,109	7,180	7,252	7,324	7,398	7,472
sub-total	41,784	107,877	110,670	113,549	116,519	119,582	122,742	126,002	129,364	132,833
Maintenance										
General R&M	5,000	12,000	12,120	12,241	12,364	12,487	12,612	12,738	12,866	12,994
Plumbing	625	1,500	1,515	1,530	1,545	1,561	1,577	1,592	1,608	1,624
Electrical	750	1,800	1,818	1,836	1,855	1,873	1,892	1,911	1,930	1,949
HVAC	2,500	6,000	6,060	6,121	6,182	6,244	6,306	6,369	6,433	6,497
Maintenance Wages	10,000	24,000	24,240	24,482	24,727	24,974	25,224	25,476	25,731	25,989
Interior-common	2,500	6,000	6,060	6,121	6,182	6,244	6,306	6,369	6,433	6,497
Interior Turnover	-	25,000	25,250	25,503	25,758	26,015	26,275	26,538	26,803	27,071
Grounds/landscaping	6,000	15,000	15,150	15,302	15,455	15,609	15,765	15,923	16,082	16,243
sub-total	27,375	91,300	92,213	93,135	94,066	95,007	95,957	96,917	97,886	98,865
Utilities										
Electric/Gas	26,000	65,000	65,650	66,307	66,970	67,639	68,316	68,999	69,689	70,386
Garbage	4,000	9,600	9,696	9,793	9,891	9,990	10,090	10,191	10,292	10,395
Internet	6,250	15,000	15,150	15,302	15,455	15,609	15,765	15,923	16,082	16,243
Water & Sewer	8,750	21,000	21,210	21,422	21,636	21,853	22,071	22,292	22,515	22,740
sub-total	45,000	110,600	111,706	112,823	113,951	115,091	116,242	117,404	118,578	119,764
Other Income/(Expense)										
TIF Revenue	-	160,286	163,492	166,762	170,097	173,499	176,957	180,474	184,051	187,686
Insurance	(29,850)	(78,120)	(79,682)	(81,276)	(82,902)	(84,560)	(86,251)	(87,976)	(89,735)	(91,530)
Real Estate tax	3,735	(160,286)	(163,492)	(166,762)	(170,097)	(173,499)	(176,957)	(180,474)	(184,051)	(187,686)
sub-total	(26,114)	(78,120)	(79,682)	(81,276)	(82,902)	(84,560)	(86,251)	(87,976)	(89,735)	(91,530)
Total Operating Expenses	140,273	387,897	394,271	400,784	407,439	414,240	421,193	428,301	435,466	442,689
Operating Income	508,325	1,389,786	1,444,458	1,501,101	1,559,784	1,620,579	1,683,318	1,748,000	1,815,483	1,885,996

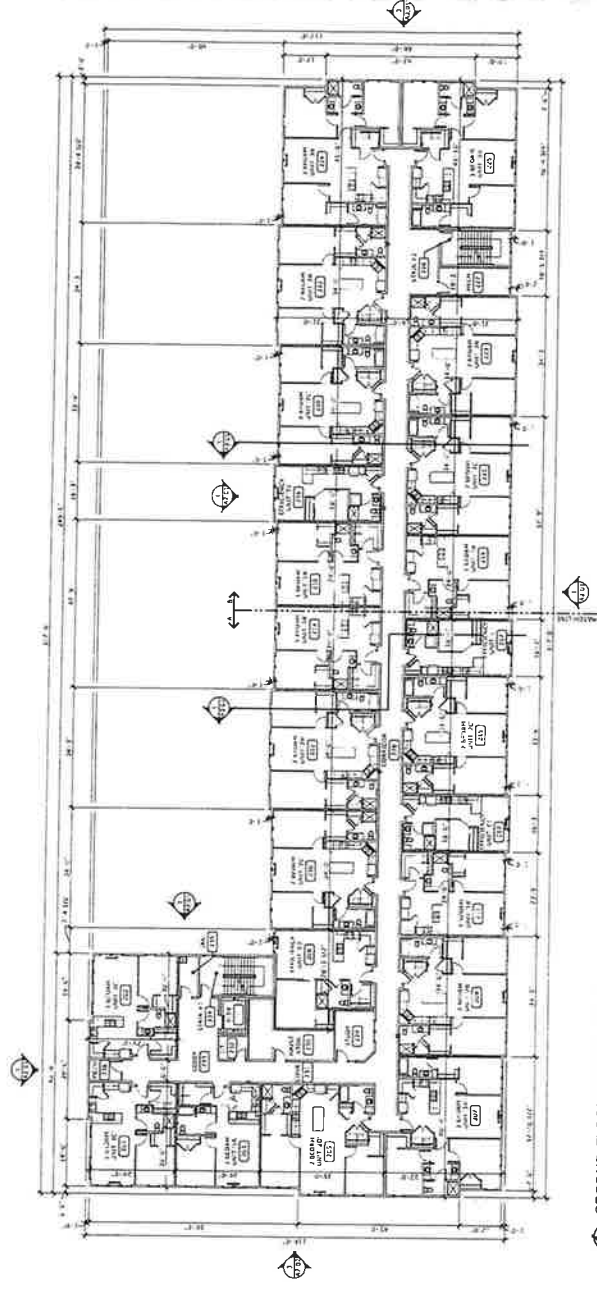
SKYLINE APARTMENTS - NDSU
CORNER OF 12TH AVE N & 18TH ST N
FARGO, NORTH DAKOTA

REVISIONS
NO. DATE REVISION

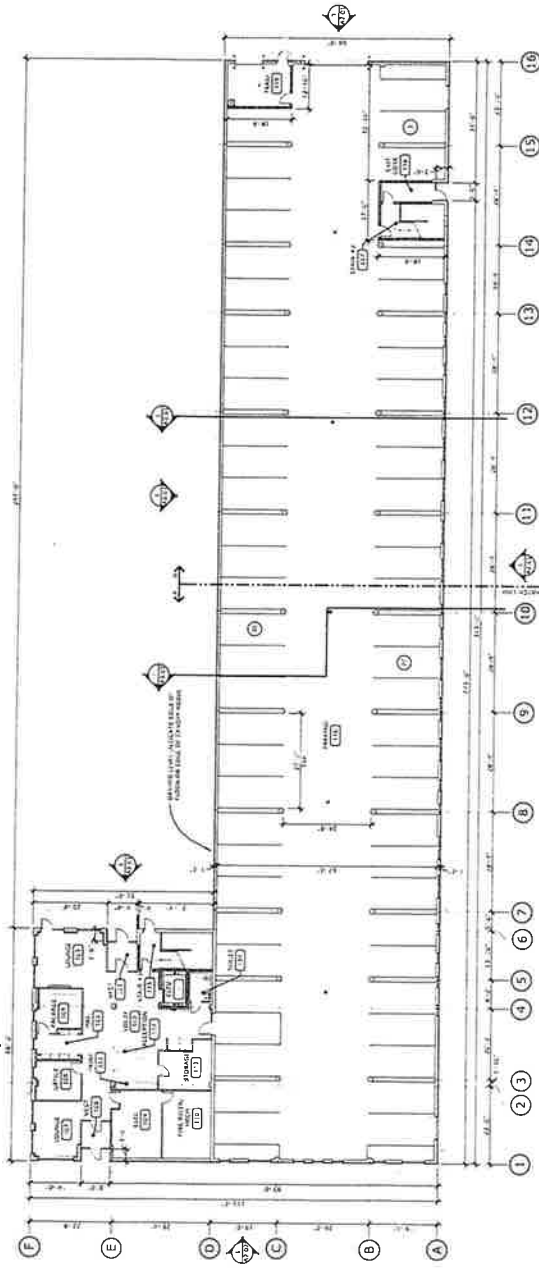
PROJECT NO. 22-008
DATE FEB 15 2025
DRAWN BY WEM
CHECKED BY NDV
DOCUMENT PHASE
FIG. 100A & 100B SITE SET

SHEET CONTENTS
FIRST & SECOND
FLOOR OVERALL
PLANS

SHEET
A1.01



SECOND FLOOR OVERALL PLAN



FIRST FLOOR OVERALL PLAN

UNIT MATRIX					
UNITS	1ST	2ND	3RD	4TH	5TH TOTAL
EFF.	0	4	4	4	17
1 BED	0	2	5	5	24
2 BED	0	9	9	9	35
3 BED	0	3	3	3	12
TOTAL APT UNITS					EE

- GENERAL NOTES**
1. ALL DIMENSIONS ARE TO FACE UNLESS NOTED OTHERWISE.
 2. ALL DIMENSIONS ARE TO FACE UNLESS NOTED OTHERWISE.
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 10. ALL DIMENSIONS ARE TO FACE UNLESS NOTED OTHERWISE.

PARKING STALLS	
FIRST FLOOR PARKING	60
SEE CIVIL PLANS FOR ALL SITE PARKING COUNTS	

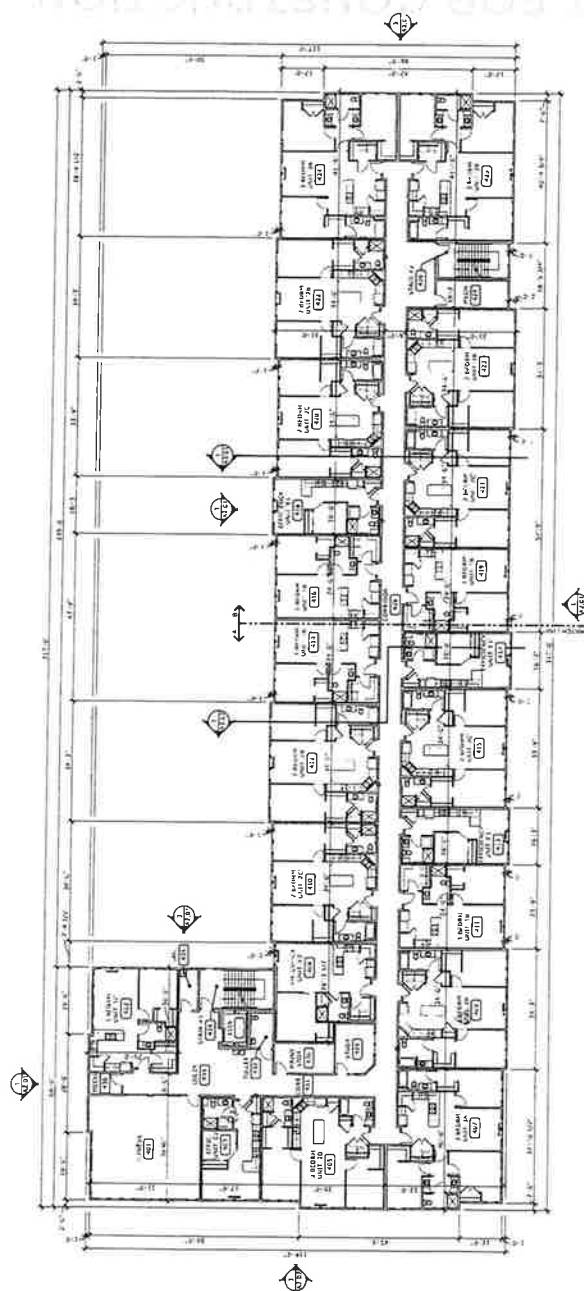
SKYLINE APARTMENTS - NDSU
CORNER OF 12TH AVE N & 18TH ST N
FARGO, NORTH DAKOTA

REVISIONS

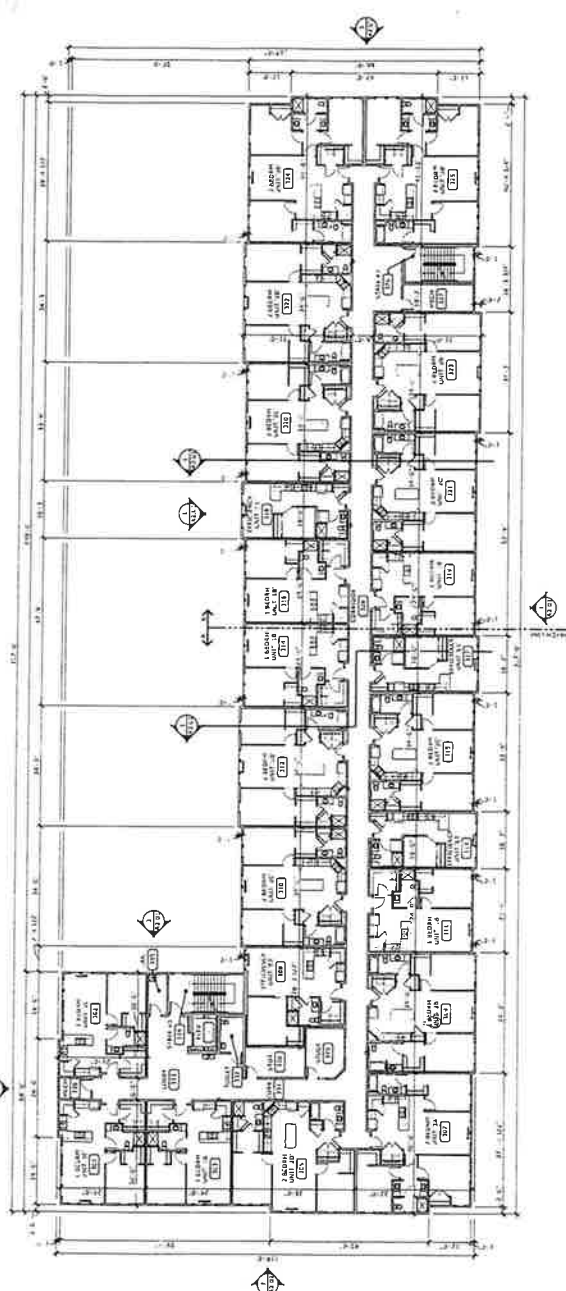
PROJECT NO 22-008
DATE FEB 15 2025
DRAWN BY MEM
CHECKED BY NGV
DOCUMENT PHASE
FTG, FNDN & SITE SET
SHEET CONTENTS
THIRD & FOURTH
FLOOR OVERALL
PLANS

SHEET

A1.02



FOURTH FLOOR OVERALL PLAN

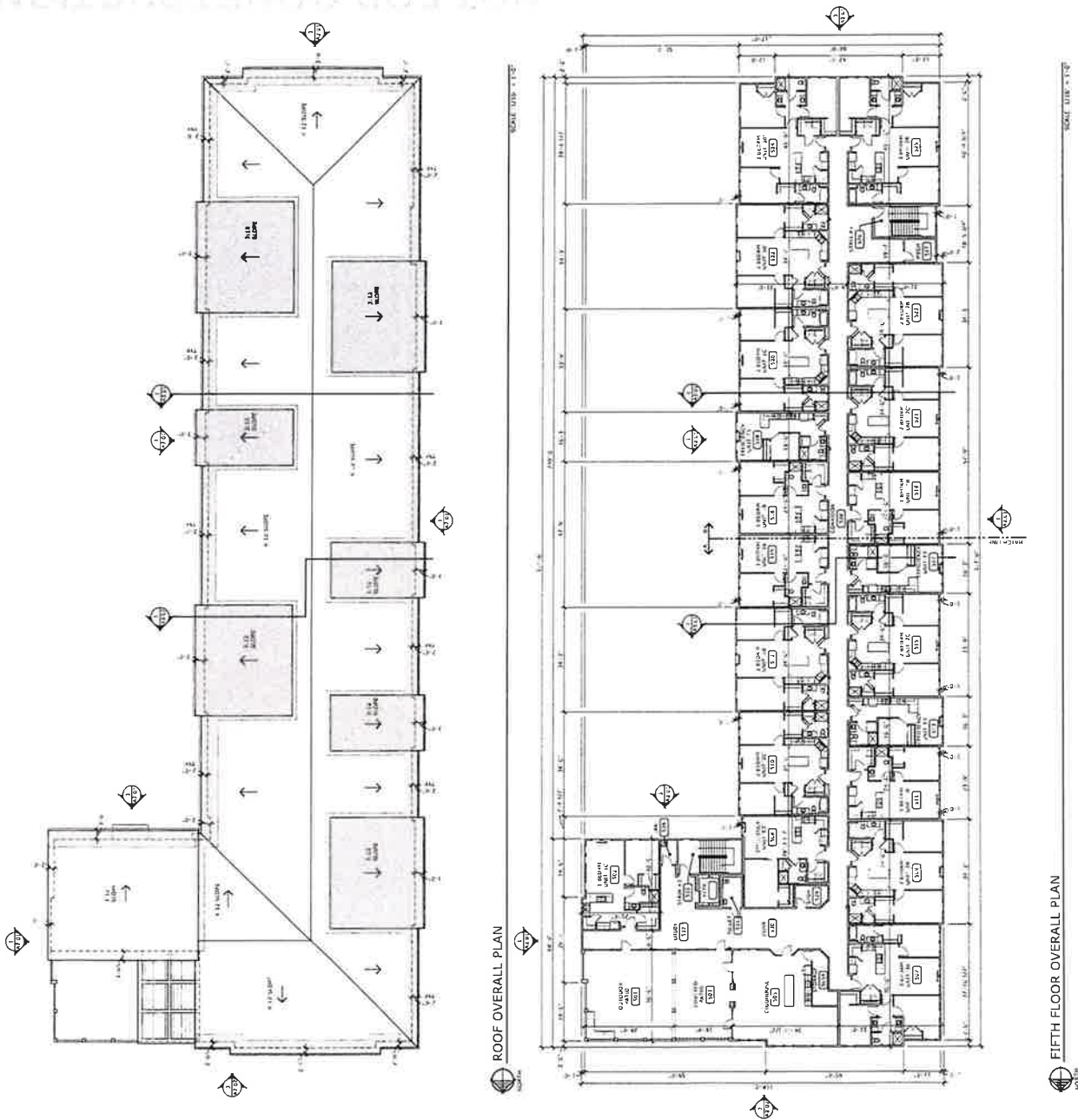


THIRD FLOOR OVERALL PLAN

UNIT MATRIX					
UNITS	1ST	2ND	3RD	4TH	5TH TOTAL
EFF.	0	4	4	5	4 17
1 BED	0	7	5	5	24
2 BED	0	9	9	8	35
3 BED	0	3	3	3	12
TOTAL APT UNITS					88

GENERAL NOTES

- [illegible]





SKYLINE APARTMENTS - VIEW 1
JANUARY 17TH 2025 CONCEPTUAL RENDERING



SKYLINE APARTMENTS - VIEW 2
JANUARY 17TH 2025 CONCEPTUAL RENDERING









SKYLINE APARTMENTS - VIEW 3
JANUARY 17TH 2025 CONCEPTUAL RENDERING



SKYLINE APARTMENTS - VIEW 4
JANUARY 17TH 2025 CONCEPTUAL RENDERING



1	2	3	4	5	6
					
LUX LAP - METAL V GROVE PECAN	EDCO - METAL BOARD AND BATTEN STATUARY BRONZE	EDCO - METAL HORIZONTAL LAP CLAYTONE	PRECAST CONCRETE	EDCO - METAL HORIZONTAL LAP CLASSIC BLUE	EDCO - METAL BOARD AND BATTEN CLASSIC BLUE

SKYLINE APARTMENTS - EXTERIOR MATERIALS

JANUARY 17TH 2025

City of Fargo, North Dakota

Tax Increment Financing Program

“But-For” Report

Skyline LLC



February 16, 2025



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5. Return Analysis	6
6. Conclusion	7

Purpose

The purpose of this report is to establish and determine the allowable value of tax increment financing (TIF) for Skyline LLC, a development by RDG2, LLC (the "Developer").

PFM first reviewed the application to ensure that appropriate assumptions regarding property value, rent, vacancy, expenses, and debt were used by the Developer. Based on those assumptions, PFM projected a 10-year cash flow, calculating an internal rate of return ("IRR"). We also made sure the Developer followed the City of Fargo's (the "City") Economic Development Incentives Policies and Guidelines (the "Policy") including the allowable costs and the Developer's calculations for determining the amount of allowable subsidy financing. The following report details PFM's analysis and conclusions concerning the viability of the proposed project without the subsidy.



Project

The project being proposed by the Developer includes the development of an 88-unit apartment building with parking located at 18th Street North and 12th Avenue North.

The Developer estimates the construction will be completed in June 2026 with occupancy immediately following. The Developer has requested TIF assistance in the amount of \$2,033,253 to complete the project.



TIF Assistance Request

The Developer is requesting assistance in the form of tax increment financing under the City's Tax Increment Financing Policy. The Policy provides public assistance to a development through tax increment financing for private development. The Developer is asking for 15 years of TIF exemption. The Policy states a 100% exemption on the increased value of the improvements for the first five years, followed by 75% exemption for the next five years, and 50% exemption for the next five years.

Eligible TIF Expenditures

Land	1,330,000
Building Demolition	375,000
Environmental	250,000
Public Works/Utilities	100,000
Total	\$2,055,000
City Administrative Fees (5%)	102,750
Total TIF Eligible Expenses	\$2,157,750

The Policy limits the TIF assistance to 15% of hard construction costs, including the costs of acquisition. Based on total hard construction costs of \$18,539,000, plus the costs of acquisition of \$1,330,000, the Developer can receive up to \$2,980,350. The Developer is requesting \$2,033,253, which complies with the policy.

Land Cost

The Developer states the purchase price to acquire the property for the project is \$1,330,000. Land acquisition is reimbursable under the Policy. The Developer is requesting to be reimbursed the full \$1,330,000 for the land acquisition which complies with the Policy.



The Policy states that the maximum eligible land costs to be recouped by the Developer should be limited to the lesser of:

- 1.) **The total acquisition cost for the property, provided that the acquisition cost is no more than 150% of the assessor's market value of the property.** The Developer's cost to acquire the property is \$1,330,000. The assessor's market value for the property in 2018, the year the Developer acquired the property was \$951,500. The eligible amount for reimbursement is 150% of \$951,500 which totals \$1,427,250.
- 2.) **The difference between what was paid by the Developer for the property less the assessor's market value for the land (as opposed to land and buildings).** The assessor's land value was \$123,400 in 2018 when the property was purchased by the Developer. Based on an acquisition price of \$1,330,000 the maximum reimbursement is \$1,206,600.

The lesser of the two tests detailed above is \$1,206,600. The requested reimbursement amount for land acquisition of \$1,330,000 is greater than the amount allowed under the Policy.

Term

The Policy states the length of the term will be limited to 15 years or less. The Developer is requesting a total of a 15-year term.

TIF Estimate

PFM estimates that \$1,849,287 of TIF will be generated over the 10 years, assuming a 2.00% market growth rate. Based on a discount rate of 5.25%, the present value of the estimated tax benefits is \$1,149,248 for the 15 years of the project when the TIF would be in effect. This is less than the total eligible TIF expenditures.



Project Financing

The Developer is investing 25% equity, or approximately \$5,400,000, and will be privately financing about \$16,200,000. The Developer is additionally requesting annual TIF assistance in the total amount of \$487,305. The private financing is estimated to be a 25-year loan with an estimated interest rate of 6.5% resulting in an annual principal and interest payment of \$1,312,603.



Return Analysis

In calculating the internal rate of return, PFM first analyzed the Developer's assumptions including expected monthly rent, vacancy rate, and operating expenses. The Developer is proposing rents of \$1,300-\$1,450 for a one-bedroom unit, \$1,650-\$1,725 for a two-bedroom unit, and \$2,150-\$2,250 for a three-bedroom unit. The Developer has proposed a reasonable amount for rent for the current market and location. Annual estimates of operating expenses for the 88-unit rental development were provided, as follows; Insurance - \$78,120, Administration - \$107,877, Maintenance - \$91,300, Utilities - \$110,600, and Real Estate Taxes - \$160,286 (without public assistance). The total expenses are approximately 31% of gross operating income after stabilization.

The second step in determining the internal rate of return is to determine the earned incremental value of the property over a 10-year period. That value, along with the net operating income cash flows, was used to calculate the internal rate of return. PFM determined that without public assistance the Developer would have about a 7.55% internal rate of return based on a 10-year internal rate of return. The Developer would have about a 10.68% internal rate for 10 years if it received the public assistance. A reasonable rate of return for the proposed project is 10% - 15%.

Another measure of feasibility and project viability is the debt coverage ratio. PFM has projected a maximum debt coverage ratio in Year 10 of 1.29x without assistance, with a Year 6 coverage of 1.10x. If the City provided assistance to the project the maximum debt coverage is projected to be 1.39x in Year 10, with a Year 6 coverage of 1.20x.

Using PFM's "without assistance" cash flow as the base scenario, PFM ran sensitivity analyses in order to determine if the project would be likely to occur without public assistance. For the first sensitivity analysis, PFM analyzed how much project funds would have to decrease in order to produce a reasonable debt coverage ratio. We also looked at how much the rental rates would have to fluctuate in order to achieve a reasonable debt coverage. Lastly, we looked at a combination of the two scenarios. For the sensitivity analyses, we assumed a reasonable debt coverage ratio of 1.20x by year 5.

Sensitivity Scenario 1 – Project Costs

The project would have to be reduced by \$1,900,203 or 11.7% in order for the project to become viable without assistance. This reduces the amount to be financed from \$16,200,000 to \$14,299,797 and reduces the annual payment from \$1,312,603 to \$1,158,639 for the loan. It is unlikely that a reduction in project costs of this magnitude would occur at this stage in the development.

Sensitivity Scenario 2 – Rental Rates

In order for the project to be viable without public assistance, the apartment rental rates would have to increase by 10.4%. PFM believes this is a high increase to the Developer's proposed rents. This increases annual rental revenue from \$1,692,246 to \$1,867,667. PFM believes the current proposed rents are reasonable rental rates and does not believe an increase this large would occur.

Sensitivity Scenario 3 – Combination of Project Costs and Rental Rates

The final scenario looks at both a reduction of project costs and an increase in apartment rental rates. The analysis showed that project costs would have to be reduced by \$955,800 or 5.9% and rental rates would have to increase by about 5.2%. Either of these events could occur but may be unlikely to occur together.

The above scenarios show the circumstances in which the project would become viable without public assistance. PFM has determined that the project is unlikely to occur "but-for" the public assistance.



Conclusion

The Developer will bear all the risk involved with the project. The Developer is dependent on a number of factors before and after the project is completed, including project costs, occupancy of the buildings, the rental market, and monthly expenses. The base scenario without assistance along with the sensitivity analyses demonstrates that the project would be unlikely to be feasible without assistance.

PFM has calculated that with public assistance, and based on the assumptions outlined in this report, a 10-year internal rate of return is estimated to be 10.68%. In addition, the coverage ratio in Year 10 is estimated to be 1.39x. The estimated internal rate of return is appropriate given the risk level for this type of project. Based on the information provided to PFM, the calculated internal rate of return and the coverage requirements, PFM concludes the project would not be feasible without public assistance.





March 14, 2025

Memorandum

To: City of Fargo

From: PFM Financial Advisors LLC

Re: Skyline LLC Analysis

The purpose of this memo is to provide alternative analysis related to the allowable value of tax increment financing (TIF) for Skyline LLC, a development by RDG2, LLC (the "Developer"). The original scenario analysis was presented in the "But-For" Report, dated February 16, 2025.

The Developer approached the City of Fargo (the "City") with a proposal to develop an 88-unit apartment building with parking located at 18th Street North and 12th Avenue North. The City's Economic Development Incentives Policies and Guidelines limits TIF assistance to 15% of hard construction costs, including the costs of acquisition. Based on total hard construction costs of \$18,539,000, plus the costs of acquisition of \$1,330,000, the Developer can receive up to \$2,980,350.

Original Scenario: Staggered Exemption

The Developer requested 15 years of TIF exemption, with 100% exemption for the first five years, followed by 75% exemption for the next five years, and 50% exemption for the next five years.

Based on the requested terms of TIF assistance, PFM estimates that \$1,849,287 of TIF will be generated over the 15 years, assuming a 2.00% market growth rate. Based on a discount rate of 5.25%, the present value of the estimated tax benefits is \$1,149,248 for the 15 years of the project when the TIF would be in effect. This is less than the total eligible TIF expenditures.

Alternative Scenario: Level Exemption

PFM also analyzed the value of TIF assistance with 100% exemption for all years, up to an approximate equivalent present value of estimated tax benefits.

PFM estimates that after 11 years, \$1,808,580 of TIF will be generated, assuming a 2.00% market growth rate. Based on a discount rate of 5.25%, the present value of the tax benefits is \$1,169,179 for the 11 years of the project when the TIF would be in effect. This is less than the total eligible TIF expenditures.



(30)

April 14, 2025

To: Board of City Commissioners
Fr: City Administration, City Attorney's Office, & Human Resources Department
Re: Update on Research for a Full-Time Mayor Position and the Addition of Two (2) City Commissioners

At the March 17, 2025 City Commission meeting, the City Commission approved a motion to direct the City Administrator, City Attorney's Office, and the Human Resources Department to research transitioning the Mayor's position to full-time on July 1, 2026, and to incorporate the necessary budget support for a full-time Mayor in the City of Fargo's 2026 Budget. This motion was amended to include research on expanding the size of the City Commission by adding two (2) City Commissioners. The amended motion was approved by the City Commission on a 4-1 vote.

Per the approved, amended motion on March 17, 2025, this memorandum has been prepared to update the City Commission on the research performed by the City Administrator, City Attorney's Office, and the Human Resources Department regarding these two policy matters.

Full Time Mayor Research & Proposed Transition Plan

The transition of the Mayor's position from part-time to full-time is a budgetary consideration of the City Commission and would not require an amendment to the City Charter or other structural change. At present, the salary for the Mayor's position is established in the annual City Budget at 20 hours per week. This salary is approved by the City Commission within the annual budget process in a similar manner to the salaries for the Deputy Mayor and the other City Commissioners (3).

All City Commissioner positions, including the Mayor, receive City of Fargo employee benefits equivalent to that of a full-time regular employee, including access to the NDPERS defined benefit (now defined contribution) pension plan, an auto allowance, and City of Fargo health and dental insurance.

While the Mayor's position does not have a formal job description or appointment procedure, the duties and responsibilities of the position are described in Fargo's Home Rule Charter and City Ordinances. If the City Commission approves a full-time Mayor position in the 2026 Budget, City Ordinances may need to be revised to reflect the new full-time nature of the position.

Financial Considerations

Current Mayor Position Salary (20 hours)	Proposed Mayor Position Salary (40 hours)
Salary: \$63,055.20	Additional Salary, Benefits, & Taxes: \$73,087.28
Proposed Full-Time Mayor Annual Total: \$136,142.48	

Proposed Transition Timeline to a Full-Time Mayor

The transition to a full-time Mayor would not require Fargo voter approval. This change would be at the discretion of the City Commission via the annual City Budget process. If funds are included in the Proposed 2026 Budget and approved by the City Commission, a full-time Mayor would result in increased salary and benefit costs for the position (e.g. NDPERS employer contribution costs and taxes due to the increase in hours worked).

Alternatively, if the City Commission desired, a non-binding *advisory vote* on the question of a full-time Mayor could be presented to the voters in the June 2026 City Election to gauge their interest in a full-time Mayor. The results of this advisory vote could be used to inform the City Commission’s final decision on whether to transition the Mayor’s position to full-time status.

As referenced in the March 17, 2025 motion, the City Commission intends for the Mayor elected in June 2026 to take office as a full-time elected official, effective at the beginning of the new Mayor’s term. It is the understanding of staff that should the position move to full-time, the duties and responsibilities would not change or grow in scope or authority.

Addition of Two (2) City Commissioners Research & Proposed Transition Plan

The addition of two (2) City Commissioners requires approval by Fargo voters in a Citywide election. Specifically, Fargo’s Home Rule Charter (Article 2) and City Ordinances would need to be amended and updated following approval by the electorate to expand the size of the City Commission. As with an increased salary for a full-time Mayor, the addition of two Commissioners would add prorated salary and benefit costs to the 2026 City Budget and full-year expenses in the subsequent 2027 City Budget and beyond.

A description of annual direct salary costs to be incurred in the City Budget, and the associated benefit costs, are outlined below utilizing 2025 rates. The addition of two Commissioners would also result in

other indirect expenses, such as the potential addition of administration staff; office support staff; technology and equipment; travel, training, and conferences; and miscellaneous supply costs.

Financial Considerations

Addition of Two (2) City Commissioners (20 hours)
Salary (2 Commissioners @ 2025 rates): \$59,716.80
Benefits (2 Commissioners @ 2025 rates): \$55,409.42
Total (2 Commissioners @ 2025 rates): \$115,126.22

Proposed Transition Timeline to Add Two (2) City Commissioners

To initiate the process to expand the City Commission, a resolution to amend the Home Rule Charter would need to be considered and approved by the City Commission in 2025 and referred to the voters for their consideration in the June 2026 City Election.

Following the June 2026 election – should the voters approve the expansion of the City Commission by two members – a *special election* would need to be scheduled in November 2026 to elect and fill the two new Commissioner positions. In the November 2026 special election, one (1) candidate would be elected to a 4-year Commission term while one (1) candidate would be elected to a 2-year term; thereby continuing the pattern of staggered elections with a balanced number of seats on the ballot.

Home Rule Charter & City Ordinance Amendments:

Below are the highlighted sections from the Home Rule Charter that would need to be amended to reflect the addition of two Commissioners.

Article 2 - Governing body and mayor

- A. Subject to the limitations imposed by the constitution of the United States of America, the constitution of the state of North Dakota, state law, and this charter, all powers of the city shall be vested in the elected governing body. The elected governing body shall enact ordinances, adopt annual and long-range budgets, raise revenue, determine policies and prescribe the functions of government to be performed by the city's elected and appointed officials under the authority of this charter.

1. The Fargo city government shall operate with the commission form of government. The governing body shall consist of the mayor and four commissioners, forming the board of city commissioners. The mayor is the presiding officer of the commission and the city's chief executive officer. The mayor may participate in all respects in commission action.
2. The mayor and all other members of the governing body shall hold office for four years and until a successor has been duly elected and qualified. To qualify after election, the governing board members shall take the following oath or affirmation, filing a signed copy of same with the city auditor.

*** AND ***

10. The mayor and each of the commissioners shall be elected by all the voters in the city, and shall serve four-year terms. The mayor will be elected in the regular 1986 city election and every four years thereafter. The mayor's term will start such day as is specified by city ordinance.
11. Two city commissioners shall be elected in the 1986 city election and two in the 1988 city election. The terms shall begin on such day as is specified by city ordinance following each election and shall expire on such day as is specified by city ordinance four years thereafter.

*** AND ***

City Ordinance amendments identified for change thus far:

2-0101. Board of city commissioners—Duties.

The mayor and four commissioners, hereafter collectively known as the board of city commissioners, shall be the governing body of the city of Fargo and shall perform all duties as specified by the laws of the state of North Dakota, the Fargo Home Rule Charter, and the ordinances of the city of Fargo.

*** AND ***

4-0101. Officers of the city of Fargo.

The officers of the city of Fargo shall be: the mayor and four city commissioners who, together, shall be known as the board of city commissioners of the city of Fargo...

Note: If two new Commissioners are elected in November 2026, the City will likely need to address when terms commence in the Resolution as an “exception” to the existing ordinance provision:

4-0101.1 When term of elective officers begins.

The term of each elective officer in the city of Fargo shall commence on July 1 of the year in which the officer is elected.

Implementing Two (2) New City Commissioners

In July 2026, the City Commission could determine how to seat the two new members if the voters approve expanding the City Commission in the November 2026 special election. Potential methods to seat the new Commissioners could include:

- The candidate who receives the most votes could receive the 4-year term, while the runner-up could receive the 2-year term.
- Alternatively, a simple coin toss between the top two vote recipients could be used to assign the top candidates to the 4- and 2-year terms, with the winner of the coin toss receiving the 4-year term.

The City Commission would have sufficient time to discuss and consider how to seat the newly elected Commissioner-designees, should the voters decide to expand the City Commission in the June 2026 City Election.

The following Suggested Motion has been prepared for City Commission discussion.


SUGGESTED MOTION: I move to direct the City Administrator and City Attorney's Office to:

- 1) Prepare ordinance revisions as necessary to modify the position of Mayor to a full-time position effective upon the election of the next Mayor in June 2026 and utilize a non-binding advisory vote of the public in June 2026 if so directed by the City Commission;
- 2) Prepare a resolution for City Commission consideration to amend the Home Rule Charter to expand the City Commission by two (2) members;
- 3) Authorize and direct the Mayor and City staff to include the budgetary support in the Proposed 2026 City Budget to implement a full-time Mayor following the June 2026 election and provide for support for two additional City Commissioners, contingent upon approval by the Fargo voters in a future special election; and
- 4) Authorize the City Administrator to perform any additional tasks necessary to prepare for the changes to the governing body as described.

B/a

MEMORANDUM

TO: BOARD OF CITY COMMISSIONERS

FROM: MAYOR TIMOTHY J. MAHONEY 

DATE: APRIL 14, 2025

SUBJECT: FARGO DOME AUTHORITY APPOINTMENTS

The terms of Dan Armbrust and David Suppes on the Fargo Dome Authority expired on April 1, 2025 . Mr. Suppes and Mr. Armbrust are willing to continue their service on the Board; therefore, I am recommending their reappointments.

Your favorable consideration of these recommendations will be greatly appreciated.

RECOMMENDED MOTION: To approve the reappointment of David Suppes and Dan Armbrust to the Fargo Dome Authority for four-year terms ending April 1, 2029.

mmappt25da


**OFFICE OF
THE MAYOR**

DR. TIM MAHONEY
FARGO CITY HALL
225 Fourth Street North
Fargo, ND 58102
Phone: 701.241.1310 | Fax: 701.476.4136
FargoND.gov

3/6

MEMORANDUM

TO: BOARD OF CITY COMMISSIONERS

FROM: MAYOR TIMOTHY J. MAHONEY 

DATE: APRIL 14, 2025

SUBJECT: APPOINTMENT TO THE MUNICIPAL AIRPORT AUTHORITY

The term of John Cosgriff on the Municipal Airport Authority expired on April 8, 2025.

Mr. Cosgriff is willing to continue his service on the Board and I am recommending that he be reappointed for a five- year term ending April 8, 2030.

Your favorable consideration of this recommendation will be greatly appreciated.

RECOMMENDED MOTION: To approve the reappointment of John Cosgriff to the Municipal Airport Authority for a five-year term ending June 30, 2030.

mmappt25mac



§2a

March 21, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 902 Southwood Dr S as submitted by Michael Solc and Kallie Eberling. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$404 with the City of Fargo's share being \$67.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 147 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 16, Block , Southwood
2. Address of Property 902 SOUTHWOOD DR S FARGO, ND. 58103
3. Parcel Number 01-2860-00160-000
4. Name of Property Owner SOLC, MICHAEL & EBERLING, KALLIE Phone No. _____
5. Mailing Address of Property Owner 902 SOUTHWOOD DR S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Kitchen Remodel + New Flooring
7. Building permit No. 24010204
8. Year built (residential property) 1966
9. Date of commencement of making the improvements 5/15/24
10. Estimated market value of property before the improvements \$ 378,400
11. Cost of making the improvement (all labor, material and overhead) \$ 130,000
12. Estimated market value of property after the improvements \$ 408,500

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
Applicant [Signature] Date 3-13-25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s):
Assessor/Director of Tax Equalization [Signature] Date 3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved Denied
- Approval is subject to the following conditions: _____
- Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
- Chairperson _____ Date _____



326

March 21, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 4426 Carrie Rose Ln as submitted by Nancy J Schafer Rev Living Trust. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$2,431 with the City of Fargo's share being \$413.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02.2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal description of the property for which exemption is claimed Lot 5 Block 1 Summit Chase
2. Address of Property 4426 Carrie Rose Ln S
3. Parcel Number 01-2940-00050-000
4. Name of Property Owner Nancy J Schafer Rev Living Trust Phone No. _____
5. Mailing Address of Property Owner 4426 Carrie Rose Ln S

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Remodel main and lower level
7. Building permit No. 24050787 8. Year built (residential property) 1990
9. Date of commencement of making the improvements MAY 1, 2024
10. Estimated market value of property before the improvements \$ 460,700
11. Cost of making the improvement (all labor, material and overhead) \$ 622,170.86
12. Estimated market value of property after the improvements \$ 1,082,870.86

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant

Edmund T. Schaffer

Date

3 Feb 24

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do ☒ do not ☐ meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization

Witt Plakke

Date

3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved ☐ Denied ☐
Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson

Date



320

March 21, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 1813 25 ½ Ave S as submitted by Erin Naylor. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$170 with the City of Fargo's share being \$29.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 3, Block 1, O'Graf
2. Address of Property 1813 25 1/2 AVE S FARGO, ND. 58103
3. Parcel Number 01-2195-00030-000
4. Name of Property Owner NAYLOR, ERIN L Phone No. 7
5. Mailing Address of Property Owner 1813 25 1/2 AVE S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Remodel Kitchen & LR
7. Building permit No. 23090937 8. Year built (residential property) 1983
9. Date of commencement of making the improvements 1/2/24
10. Estimated market value of property before the improvements \$ 280,700
11. Cost of making the improvement (all labor, material and overhead) \$ 63,666.50
12. Estimated market value of property after the improvements \$ 293,200

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant

Erin L. Naylor

Date

11 MAR 2025

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application ☒ do ☐ do not meet the qualifications for exemption for the following reason(s):

Assessor/Director of Tax Equalization

Mark J. Jankowski

Date

3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: ☒ Approved ☐ Denied

Approval is subject to the following conditions:

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson

Date



32d

March 21, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 85 22 Ave N as submitted by Petar and Veselina Volkov. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$429 with the City of Fargo's share being \$73.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

**Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**
N.D.C.C. ch. 57-02.2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal description of the property for which exemption is claimed LOT: 3, BLOCK: 2
ADDITION: NORTH PARK ; ADDITIONAL: NORTH PARK LOT 3, BLK 2 AND E4 LOT 4

2. Address of Property 85 22 AVE. N.

3. Parcel Number 01-2120-00250-000

4. Name of Property Owner PETER M. & VESUNA A. VALKOV Phone No.

5. Mailing Address of Property Owner 85 22 AVE. N.

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). REMOVE OLD CEILINGS IN UPPER LEVEL OF HOUSE, SPRAY FOAM BETWEEN RAFTERS, TAKE ONE BATHROOM AND SPLIT INTO TWO WITH SHOWERS ONLY.

7. Building permit No. 2404-0369-PEN 8. Year built (residential property) 1959

9. Date of commencement of making the improvements APRIL, 2024

10. Estimated market value of property before the improvements \$ 309,000. =

11. Cost of making the improvement (all labor, material and overhead) \$ 32,076. =

12. Estimated market value of property after the improvements \$ 332,076

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant *Peter M. Valkov* Date 3/19/2025

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do ☒ do not ☐ meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization *Mark J. Laskowski* Date 3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved ☐ Denied ☐

Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson _____ Date _____



Handwritten initials "32e" inside an oval.

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 1545 4 Ave N submitted by Kimberly Ondo. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$872 with the City of Fargo's share being \$148.

Sincerely,

Handwritten signature of Mike Splonskowski in blue ink.

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed
Lot 13, Block 2, Case, Peake, & Hall
2. Address of Property 1545 4 AVE S FARGO, ND. 58103
3. Parcel Number 01-0340-00190-000
4. Name of Property Owner NEW VISION RENTALS LLC *Kimberly Ondo* Phone No. [REDACTED]
5. Mailing Address of Property Owner 2911 9 ST NW WEST FARGO, ND. 58078

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary).

Remodel Kitchen, main bath, + lower level

7. Building permit No. 24051017
8. Year built (residential property) 1917
9. Date of commencement of making the improvements 7/2/24
10. Estimated market value of property before the improvements \$ 222,800
11. Cost of making the improvement (all labor, material and overhead) \$ 110,000.
12. Estimated market value of property after the improvements \$ 287,800

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant *M. Eichenberger* Date 2/10/25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s):

Assessor/Director of Tax Equalization *Mike G. [Signature]* Date 3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved ☒ Denied ☐

Approval is subject to the following conditions:

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson _____ Date _____



March 10, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 1328 7 St S as submitted by Wayne and Sandra Aamoth. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$525 with the City of Fargo's share being \$89.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 157 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 13, Block 2, Benedicts
2. Address of Property 1328 7 ST S FARGO, ND. 58103
3. Parcel Number 01-0140-00300-000
4. Name of Property Owner AAMOTH, WAYNE M & SANDRA J Phone No.
5. Mailing Address of Property Owner 1328 7 ST S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Kitchen Remodel
7. Building permit No. 24071513 8. Year built (residential property) 1930
9. Date of commencement of making the improvements 8/20/24
10. Estimated market value of property before the improvements \$ 290,300
11. Cost of making the improvement (all labor, material and overhead) \$ 129,000
12. Estimated market value of property after the improvements \$ 319,800

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
- Applicant *Wayne M Aamoth* Date 2/28/25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s):
- Assessor/Director of Tax Equalization *Willie Plutsky* Date 5-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved Denied
- Approval is subject to the following conditions:
- Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
- Chairperson _____ Date _____



3298

March 10, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 6 North Terrace N Unit 6 as submitted by Barry Schmiess. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$525 with the City of Fargo's share being \$89.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed
Lot 1, 2 & PT OF 3 LESS PT OF LT 2 BLK 3 DESC AS FOLLOWS: BEG AT THE NE COR OF SD LT
2. Address of Property 6 NORTH TERRACE N UNIT 6 FARGO, ND. 58102
3. Parcel Number 01-2200-00763-000
4. Name of Property Owner SCHMIESS, BARRY L Phone No. _____
5. Mailing Address of Property Owner 6 NORTH TERRACE N UNIT 6 FARGO, ND. 58102

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary).
Remodel Unit
7. Building permit No. 24020448
8. Year built (residential property) 1984
9. Date of commencement of making the improvements 5/15/21
10. Estimated market value of property before the improvements \$ 257,700
11. Cost of making the improvement (all labor, material and overhead) \$ 142,000~
12. Estimated market value of property after the improvements \$ 294,900

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
Applicant BARRY SCHMIESS Date 2-25-2025

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application
☒ do ☐ not meet the qualifications for exemption for the following reason(s):
Assessor/Director of Tax Equalization Mike J. Schmitt Date 3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: ☒ Approved ☐ Denied
Approval is subject to the following conditions: _____
Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
Chairperson _____ Date _____



March 10, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 2401 South Flickertail Dr S as submitted by The 2011 Kevin and Sara Alto LT A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$129 with the City of Fargo's share being \$22.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

- Legal Description of the property for which exemption is claimed
Lot 5, Block 5B, REPLAT OF BLK 5, South View Villages
- Address of Property 2401 SOUTH FLICKERTAIL DR S FARGO, ND. 58103
- Parcel Number 01-2840-00616-000
- Name of Property Owner THE 2011 KEVIN & SARA ALTO LT Phone No: _____
- Mailing Address of Property Owner 2395 Central Ave McKinleyville, CA. 95519

Description Of Improvements For Exemption

- Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary).
Finish Lower Level we didn't finish lower level. - was done already when we bought it.
- Building permit No. 24020290
- Year built (residential property) 1976
- Date of commencement of making the improvements 5/15/21
- Estimated market value of property before the improvements \$ 359,200
- Cost of making the improvement (all labor, material and overhead) we spent approx. \$6,150 - bringing prev. permits current. not applied for by previous owner,
- Estimated market value of property after the improvements \$ 368,800

Applicant's Certification And Signature

- I certify that the information contained in this application is correct to the best of my knowledge.
Applicant [Signature] Date 21 Feb 25

Assessor's Determination And Signature

- The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s):
Assessor/Director of Tax Equalization [Signature] Date 3-28-2025

Action Of Governing Body

- Action taken on this application by the governing board of the county or city: Approved Denied
- Approval is subject to the following conditions:

- Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
- Chairperson _____ Date _____



32i

March 10, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 229 23 Ave N as submitted by Mark Eskildsen. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$145 with the City of Fargo's share being \$25.

Sincerely,

A handwritten signature in blue ink that reads "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 163 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 8, Block 3, Louise S Newman
2. Address of Property 229 23 AVE N FARGO, ND. 58102
3. Parcel Number 01-2080-00330-000
4. Name of Property Owner ESKILDSEN, MARK TRAVIS Phone No. _____
5. Mailing Address of Property Owner 229 23 AVE N FARGO, ND. 58102

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Replace Siding
7. Building permit No. 24030664 8. Year built (residential property) 1954
9. Date of commencement of making the improvements 6-1-2024
10. Estimated market value of property before the improvements \$ 231,600
11. Cost of making the improvement (all labor, material and overhead) \$ 24,000
12. Estimated market value of property after the improvements \$ _____

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
Applicant [Signature] Date 3-3-25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s): _____
Assessor/Director of Tax Equalization [Signature] Date 3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved Denied
Approval is subject to the following conditions: _____
Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
Chairperson _____ Date _____



(321)

March 10, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 1413 7 St S as submitted by Carly Aamoeth and Alex Wolf. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$150 with the City of Fargo's share being \$26.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 4, Block 12, Huntingtons
2. Address of Property 1413 7 ST S FARGO, ND. 58103
3. Parcel Number 01-1400-01830-000
4. Name of Property Owner AAMOTH, CARLY B & WOLF, ALEX WAYNE Phone No. 2
5. Mailing Address of Property Owner 1413 7 ST S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). _____
7. Building permit No. 24010565
8. Year built (residential property) 1924
9. Date of commencement of making the improvements _____
10. Estimated market value of property before the improvements \$ 262,300
11. Cost of making the improvement (all labor, material and overhead) \$ 73,186.58
12. Estimated market value of property after the improvements \$ 273,500

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant



Date

2-27-25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application ☒ do ☐ do not meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization



Date

3-28-25

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: ☐ Approved ☐ Denied

Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson _____

Date _____



32K

February 28, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 223 Prairiewood Dr S as submitted by Susan and Kurtis Hansey. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$165 with the City of Fargo's share being \$28.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 167 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 11, Block 13, Prairiewood
2. Address of Property 223 PRAIRIEWOOD DR S FARGO, ND. 58103
3. Parcel Number 01-2330-01380-000
4. Name of Property Owner HANSEY, SUSAN V & KURTIS L Phone No. _____
5. Mailing Address of Property Owner 223 PRAIRIEWOOD DR S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Remodel Kitchen/LR/DA. Update electrical + wiring
7. Building permit No. 24030009 8. Year built (residential property) 1978
9. Date of commencement of making the improvements 5/15/24
10. Estimated market value of property before the improvements \$ 353,000
11. Cost of making the improvement (all labor, material and overhead) \$ 100,000
12. Estimated market value of property after the improvements \$ 365,600

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant



Date

2/19/25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization



Date

3-28-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved Denied

Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson

Date



328

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 3308 1 St N submitted by Susan Thompson. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$233 with the City of Fargo's share being \$40.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Spionkowski".

Mike Spionkowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02.2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal description of the property for which exemption is claimed Van Radens 2nd Addition Lot 23 Block 2
2. Address of Property 3308 1st St North Fargo ND
3. Parcel Number 01-3560-00320-000
4. Name of Property Owner Susan Thompson Phone No. _____
5. Mailing Address of Property Owner 3308 1st St N Fargo ND 58102

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Replace 12x12 on-grade glass 3-seasons Sunroom w/ 15x16 addition and unfinished Basement
7. Building permit No. 2406-0403-ADD 8. Year built (residential property) 1973
9. Date of commencement of making the improvements 6/1/2024
10. Estimated market value of property before the improvements \$ 314600
11. Cost of making the improvement (all labor, material and overhead) \$ 97085.⁸⁷
12. Estimated market value of property after the improvements \$ 411685.⁸⁷

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
- Applicant [Signature] Date 3/10/2025

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do ☒ do not ☐ meet the qualifications for exemption for the following reason(s): _____
- Assessor/Director of Tax Equalization [Signature] Date 4-9-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved ☐ Denied ☐
- Approval is subject to the following conditions: _____
- Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
- Chairperson _____ Date _____



32m

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 723 8 St S submitted by Jesse and Joseph Rinehart. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$1,887 with the City of Fargo's share being \$321.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 171 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot E 171.5 FT OF S 100 FT OF 6, Block F, Chas A Roberts
2. Address of Property 723 8 ST S FARGO, ND. 58103
3. Parcel Number 01-2400-01010-000
4. Name of Property Owner RINEHART, JESSE & JOSEPH Phone No. _____
5. Mailing Address of Property Owner 723 8 ST S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Kitchen Remodel, add bath, remodel two bathrooms on 2nd floor
7. Building permit No. 24030194 8. Year built (residential property) 1900
9. Date of commencement of making the improvements 5/15/24
10. Estimated market value of property before the improvements \$ 761,000
11. Cost of making the improvement (all labor, material and overhead) \$ 520,000
12. Estimated market value of property after the improvements \$ 901,600

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
- Applicant [Signature] Date 3/18/25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do do not meet the qualifications for exemption for the following reason(s): _____
- Assessor/Director of Tax Equalization [Signature] Date 4-9-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved Denied
- Approval is subject to the following conditions: _____
- Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
- Chairperson _____ Date _____



32n

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 1505 10 St S submitted by Patricia and Aaron Romaine. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$197 with the City of Fargo's share being \$34.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 2, Block 20, Huntingtons
2. Address of Property 1505 10 ST S FARGO, ND. 58103
3. Parcel Number 01-1400-03500-000
4. Name of Property Owner ROMAINE, PATRICIA M & AARON R Phone No. _____
5. Mailing Address of Property Owner 1505 10 ST S FARGO, ND. 58103

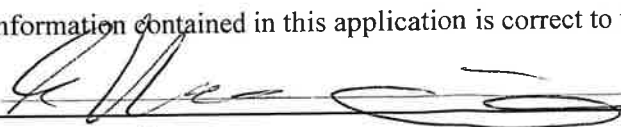
Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Remove + Replace Siding
7. Building permit No. 22081211 8. Year built (residential property) 1948
9. Date of commencement of making the improvements 9/16/22
10. Estimated market value of property before the improvements \$ 325,800
11. Cost of making the improvement (all labor, material and overhead) \$ 45,664.43
12. Estimated market value of property after the improvements \$ 340,500

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant



Date

3/23/2025

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application ☒ do ☐ do not meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization



Date

4-9-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: ☐ Approved ☐ Denied

Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson _____

Date _____



320

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 101 Meadowlark Ln N submitted by Jared and Abigail Hineman. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$107 with the City of Fargo's share being \$18.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 178 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**
N.D.C.C. ch. 57-02.2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal description of the property for which exemption is claimed 4080 Woodcrest Park Block 20 Lot 7
2. Address of Property 101 Meadowlark Ln N
3. Parcel Number 01-4080-00310-000
4. Name of Property Owner Jared and Abigail Hineman Phone No. _____
5. Mailing Address of Property Owner 101 Meadowlark Ln N Fargo ND 58102

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). Removed a bathroom and turned space into storage closet
7. Building permit No. 2401-0374 8. Year built (residential property) 1979
9. Date of commencement of making the improvements 3/31/2024
10. Estimated market value of property before the improvements \$ 485,400
11. Cost of making the improvement (all labor, material and overhead) \$ 15,000
12. Estimated market value of property after the improvements \$ 500,400

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant [Signature]

Date 3/23/25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application do ☒ do not ☐ meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization [Signature]

Date 4-9-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: Approved ☐ Denied ☐
Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson _____

Date _____



32P

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 3238 45 Ave S submitted by Derek Steiner and Anna Schimmelpfennig. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$207 with the City of Fargo's share being \$35.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Page 17 **Application For Property Tax Exemption For Improvements
To Commercial And Residential Buildings**

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot 7, Block 5, Fox Run
2. Address of Property 3238 45 AVE S FARGO, ND. 58104
3. Parcel Number 01-0900-01070-000
4. Name of Property Owner STEINER, DEREK K & SCHIMMELPFENNIG, Phone No. _____
5. Mailing Address of Property Owner 3238 45 AVE S FARGO, ND. 58104

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). finishing portion of basement
7. Building permit No. 24010210
8. Year built (residential property) 1997
9. Date of commencement of making the improvements 1-15-24
10. Estimated market value of property before the improvements \$ 394,400
11. Cost of making the improvement (all labor, material and overhead) \$ 25,000
12. Estimated market value of property after the improvements \$ 419,400

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.
Applicant *Derek K Steiner* Date 4-7-25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application ☒ do not meet the qualifications for exemption for the following reason(s):
Assessor/Director of Tax Equalization *Mike Johnson* Date 4-9-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: ☐ Approved ☐ Denied
Approval is subject to the following conditions: _____
Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.
Chairperson _____ Date _____



329

April 9, 2025

Board of City Commissioners
City Hall
Fargo, ND 58102

Dear Commissioners:

Chapter 57-02.2 of the North Dakota Century Code provides for a property tax exemption for certain types of improvements made to existing buildings.

I have attached a copy of an application for real estate tax exemption of building improvements for the property at 415 University Dr S submitted by Riley and Sophia McGraw. A description of the property involved, types of improvements to be made, and assessment information are indicated on the application.

It is my opinion that the value of some of the improvements, referred to in the application, qualifies for the exemption. This exemption would be for 5 years.

The estimated annual tax revenue lost by granting the exemption, based upon the estimated cost of the improvements, would be about \$136 with the City of Fargo's share being \$23.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Splonskowski".

Mike Splonskowski
City Assessor

nlb
attachment

Application For Property Tax Exemption For Improvements To Commercial And Residential Buildings

N.D.C.C. ch. 57-02-2

(File with the city assessor or county director of tax equalization)

Property Identification

1. Legal Description of the property for which exemption is claimed Lot E 75 FT OF K, Block 32, Eddy & Fullers Auditors Outlots
2. Address of Property 415 UNIVERSITY DR S FARGO, ND. 58103
3. Parcel Number 01-0700-02070-000
4. Name of Property Owner MCGRAW, RILEY & SOPHIA Phone No. _____
5. Mailing Address of Property Owner 415 UNIVERSITY DR S FARGO, ND. 58103

Description Of Improvements For Exemption

6. Describe type of renovating, remodeling, alteration or addition made to the building for which exemption is claimed (attach additional sheets if necessary). _____

Finish Basement

7. Building permit No. 23020253
8. Year built (residential property) 1951
9. Date of commencement of making the improvements 4/13/23
10. Estimated market value of property before the improvements \$ 225,800
11. Cost of making the improvement (all labor, material and overhead) \$ 15,000
12. Estimated market value of property after the improvements \$ 235,800

Applicant's Certification And Signature

13. I certify that the information contained in this application is correct to the best of my knowledge.

Applicant

Riley D. McGraw

Date

3/4/25

Assessor's Determination And Signature

14. The assessor/county director of tax equalization finds that the improvements described in this application ☒ do not meet the qualifications for exemption for the following reason(s): _____

Assessor/Director of Tax Equalization

Christy J. Smith

Date

4-9-2025

Action Of Governing Body

15. Action taken on this application by the governing board of the county or city: ☐ Approved ☐ Denied

Approval is subject to the following conditions: _____

Exemption is allowed for years 20____, 20____, 20____, 20____, 20____.

Chairperson _____

Date _____