

MUNICIPAL ORDER 2-2021

A MUNICIPAL ORDER AUTHORIZING AND DIRECTING THE MAYOR TO EXECUTE A MEMORANDUM OF AGREEMENT WITH TOM BLUE FURNITURE, INC. PROVIDING FOR THE CONSENSUAL ANNEXATION OF UNINCORPORATED PROPERTY LOCATED IN DAVIESS COUNTY AT 2737 VEACH ROAD, CONTAINING 1.349 ACRES, MORE OR LESS; AND FURTHER PROVIDING THAT THE CITY SHALL REIMBURSE TOM BLUE FURNITURE, INC. ONE HUNDRED PERCENT (100%) OF THE TOTAL AD VALOREM (EXCLUDING SCHOOL TAX), NET PROFITS, AND OCCUPATIONAL TAX REVENUES DERIVED FROM THE PROPERTY OVER A DESIGNATED FIVE (5) YEAR PERIOD.

WHEREAS, Tom Blue Furniture, Inc. (Tom Blue) is the owner of real property consisting of approximately 1.349 acres, more or less, and having an address of 2737 Veach Road; and

WHEREAS, said property is zoned B-4 General Business zoning classification for commercial development; and

WHEREAS, Tom Blue's property, which is presently located in an unincorporated area of Daviess County that is contiguous to the corporate boundaries of the City, when annexed, developed, and/or sold, will utilize and benefit from, various municipal services, including public safety, sanitary sewer, water, and electric utilities; and

WHEREAS, the social and economic wellbeing of the City is directly related to, and in many respects dependent upon, the substantial growth of the City and its tax revenue base through annexation of contiguous territories. In order to meet various capital needs, especially in the area of public safety, provide and maintain infrastructure and other public facilities, promote economic

development, and continue to provide affordable, quality municipal services to taxpayers, the City deems it to be in its best interest to encourage and induce contiguous industrial, commercial, and/or residential developments to become citizens of Owensboro through consensual annexation, with all services, rights, privileges, and other amenities appertaining thereto; and

WHEREAS, as an incentive to Tom Blue to incorporate the entirety of the real property into the City through consensual annexation in order to make all municipal services available to said property and to facilitate overall municipal growth, the City desires to reimburse Tom Blue in an amount of one hundred percent (100%) of the total ad valorem (excluding school tax), net profits, and occupational tax revenues derived from the property located therein, over a designated five (5) year period.

NOW, THEREFORE, BE IT ORDERED BY THE CITY OF OWENSBORO, KENTUCKY, AS FOLLOWS:

Section 1. That the Mayor be, and he hereby is authorized and directed to execute a Memorandum of Agreement with Tom Blue Furniture, Inc., setting forth the terms and conditions by which the 1.349 acre tract of land located at 2737 Veach Road will be consensually annexed into the City of Owensboro in consideration for the City agreeing to reimburse Tom Blue Furniture, Inc. in an amount of one hundred percent (100%) of the total ad valorem (excluding school tax), net profits, and occupational tax revenues derived from the property located therein, over a designated five (5) year period. A copy of said Memorandum of Agreement is attached hereto and incorporated by reference herein.

**INTRODUCED, PUBLICLY READ AND FINALLY APPROVED ON ONE
READING**, this the 19th day of January, 2021.

Thomas H. Watson, Mayor

ATTEST:

Beth Cecil, City Clerk