



12.0 Special Condition

The Annexation Agreement establishes the terms and conditions of the annexation (**Appendix E**). The conditions related to taxation, assessment, compensation, and removal are summarized in the table below.

Table 12.1: Summary of Annexation Agreement Terms and Conditions

Topic	Annexation Agreement Clause Reference	Summary of Terms and Conditions
Assessment and Taxation	4(a)-4(c)	<p>For the purposes of taxation and assessment each year from 2021 up to and including 2051, the annexed land and improvements will be assessed as if they had remained in the County and will be taxed using the lower of the tax rates established by the City and County.</p> <p>Should the land use change (at the request of, or on behalf of, the landowner), should the land be subdivided, excepting the subdivision of a first parcel out for a homestead parcel (at the request of, or on behalf of, the landowner), or should the parcel be connected to the City's sewer or water services (at the request of, or on behalf of, the landowner), that portion of the annexed land and its assessable improvements must be assessed and taxed in the same manner as any other property in the City is assessed and taxed commencing in the following year.</p>
Compensation	12	<p>The Annexation Agreement indicates that the issue of compensation, if any, will be settled by way of separate agreement. Subsequent to signing of the Annexation Agreement, the City and County agreed that no annexation compensation was required.</p>