

personal property taxes paid by the property owners and any business located in or on the Property will continue in the future after the annexation takes place and during the term of this Agreement to be collected by the Lorain County Auditor and paid directly to the City. This will also include future residences and any businesses which locate on or in the Property, post-annexation.

The tax sharing arrangements referred to herein shall commence when any of the parcels comprising the Property are annexed into the City, and the City, by ordinance or resolution, accepts said parcel or parcels. Upon such annexation, and based upon the property valuation for the year payment is due, the City shall pay to the Township those amounts set forth herein:

- A. First through third years, 80% of the taxes that would have been due the Township.
- B. Fourth and fifth years, 52.5% of the taxes that would have been due the Township.
- C. Sixth through tenth years, 40% of the taxes that would have been due the Township.
- D. Eleventh and twelfth years, 27.5 % of the taxes that would have been due the Township.

It is the intent of the parties that the Township shall be reimbursed according to the above percentages for amounts of taxes that would have been due the Township only.

In addition to the payment specified above, the City shall pay to the Township the Township tax portion of such amounts collected by the Lorain County Auditor and paid to the City for any CAUV recoupment payments arising out of the pre-annexation agricultural use valuation of the Property or any portion thereof.

Payment by the City to the Township of sums due pursuant to this Agreement shall be made within thirty (30) days of receipt of such funds from the Lorain County Auditor. If the City