

**RESOLUTION~** CONSIDER AND TAKE ANY ACTION NECESSARY TO APPROVE AMENDMENT TO TENARIS ECONOMIC DEVELOPMENT AGREEMENT AND NON-ANNEXATION AGREEMENT IN THE FORM OF A LETTER AGREEMENT AND AUTHORIZE MAYOR TO SIGN SAME ON BEHALF OF THE CITY



## **EXECUTIVE SUMMARY**

### **LETTER AGREEMENT – TENARIS**

#### **BACKGROUND:**

June 5, 2014- City Council approved an Economic Development and Non-Annexation Agreement with Tenaris.

The letter agreement attached revises the dates of the annual rebate of water and sewer payments back to Tenaris contingent upon receipt and compliance with all required reporting as outlined in Article IV. This grant payment (rebate) is the difference between inside city limit rates and outside city limit rates.

The letter agreement also acknowledges Tenaris's use of "force majeure" due to the COVID-19 pandemic causing a decline in employment.

**RECOMMENDATION:** Staff recommends City Council approve the letter of agreement.

**ATTACHMENTS:** Letter of Agreement between City of Bay City and Tenaris Bay City; Economic Development and Non-Annexation Agreement