



## Greater Redmond Area Enterprise Zone Extended Abatement

WRITTEN AGREEMENT WITH THE GREATER REDMOND AREA ENTERPRISE ZONE SPONSORS TO EXTEND PROPERTY TAX EXEMPTION BY ONE (1) YEAR TO A TOTAL OF FOUR (4) CONSECUTIVE YEARS IN TOTAL FOR CAPITAL INVESTMENT BY BasX LLC dba BasX Solutions

The sponsors of the Greater Redmond Area Enterprise Zone comprising the governing bodies of [the City of Redmond, Sisters and Deschutes County] (hereinafter the "Zone Sponsor") and BasX LLC dba BasX Solutions (hereinafter the "Firm") do hereby enter into an agreement pursuant to ORS 285C.160 for extending the period of time in which the Firm will receive a property tax exemption on its proposed investments in qualified property in the Greater Redmond Area Enterprise Zone contingent on certain special requirements.

The Zone Sponsor and the Firm jointly acknowledge: that subject to the Firm's timely submission of an application for authorization, the satisfaction of applicable requirements under ORS 285C.050 to 285C.250 (the "Statute"), and the Zone Sponsor's approval thereof, the Firm is eligible for three years of property tax exemption on its qualified property. So long as the Firm elects to continue to receive this property tax exemption and continues to qualify, then this agreement shall have no effect on this three-year exemption. Nothing in this agreement shall be construed as a waiver of the qualification requirements of the Statute. If the Firm loses its qualified status for any reason set forth in the Statute, then this agreement becomes null and void.

The Zone Sponsor extends The Firm's property tax exemption an additional one (1) year on all property that initially qualifies in the Greater Redmond Area Enterprise Zone after the initial assessment year beginning on January 1, 2021 and, thus, sets a total period of exemption of four (4) consecutive years during which statutory requirements for the standard three-year enterprise zone exemption must also be continuously satisfied.

### CONFIRMATION OF STATUTORY PROVISIONS

In order for qualified property to be exempt from ad valorem taxes for the additional one year of enterprise zone exemption as granted herein, The Firm agrees herewith that under ORS 285C.160(3)(a)(A)(i) or (ii) and (b), in accordance with OAR 123-674-0600:

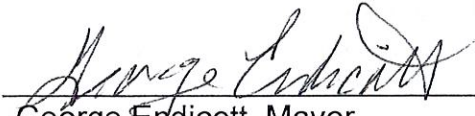
1. For each year of the entire exemption period, The Firm's new employees shall receive an average level of compensation equal to or greater than 150 percent of the county average annual wage, such that:
  - a. Compensation includes benefits such as employer-provided insurance that can be monetized and do not arise from a payroll tax or similar government mandate, and
  - b. Except as revised under ORS 285C.160(4), the county wage is set at the time of authorization, and accordingly, the 2018 average wage for County is \$45,661, for which 150 percent equals \$68,357.
2. During the additional year, the average annual wage (taxable income) received by The Firm's new employees shall also be equal to or greater than the current county average wage based on the most recent, final figure at that time.


3. The Firm's 'new employees' for purposes of these requirements comprise only employees hired for and working at full-time, year-round, non-temporary jobs that are created and filled for the first time after the date of application for authorization but on or before December 31 of the first full year of the initial exemption, and that are performed within the current boundaries of the Enterprise Zone and engaged a majority of their time in The Firm's eligible operations according to ORS 285C.135 and 285C.200(7), regardless if any such employee is leased, contracted for or otherwise obtained through an external agent, provided that they are hired by and employed directly by The Firm.

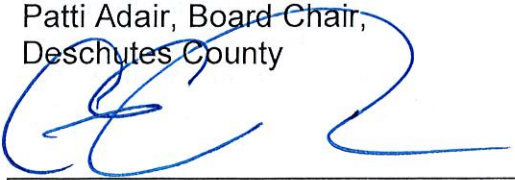
LOCAL ADDITIONAL REQUIREMENTS

The Zone Sponsor does not request any requirement of The Firm and relinquishes all rights to make the additional one (1) year of property tax exemption granted herein contingent on additional requirements that might otherwise be reasonably requested under ORS 285C.160(a)(B).


ACCEPTING FOR THE CO-SPONSORS OF THE GREATER REDMOND AREA ENTERPRISE ZONE:

Signature:  Date: 1/14/20  
George Erdicott, Mayor,  
City of Redmond

Signature:  Date: 2/3/2020  
Patti Adair, Board Chair,  
Deschutes County

Signature:  Date: 2/20/2020  
Chuck Ryan, Mayor,  
City of Sisters

ACCEPTING FOR THE FIRM:

Signature:  Date: 02/26/20  
Representative Signature

MATTHEW TOBOLSKI, PRESIDENT  
Printed Name / Title

3500 SW 21ST PL  
Address

REDMOND, OR 97756  
City, State, Zip

541-647-6650  
Phone / Fax

MTOBOLSKI@BASXSOLUTIONS.COM  
Email