

CITY COUNCIL

Work Session Meeting Minutes October 14, 2024

Mayor Drotzmann called the regular work session meeting to order at 6:00pm. Present were Councilors McCarthy, Barron, and Duron. Councilor's Primmer, Hardin, Linton, Myers, and Peterson were excused. Staff in attendance included City Manager Byron Smith, Assistant City Manager Mark Morgan, City Attorney Rich Tovey, Finance Director Ignacio Palacios, Chief Jason Edmiston, and City Recorder Lilly Alarcon-Strong. Also present was Student Advisor Jeanine Heredia.

Amazon Web Services Community Engagement Update

AWS External Affairs Manager Kalie Davis, presented the Council (PowerPoint Presentation attached) with community engagement and economic impacts that AWS has supported, to include: job growth, tax and fee payments as the largest taxpayer in Umatilla County, capital and operating investments, awarding \$100,000 in BMCC Scholarships including immediate job placements for the majority of students enrolled in data center technician programs, and giving back to the community, to include programs for: Library Multicultural Center, Pickleball Courts, UCFD#1 Education Trailer, Agape House Backpack Program, Martha's House, Stepping Stones Alliance, Umatilla County Fair, Farm-City Pro Rodeo, Arbor Day Tree Donation, Pacific Northwest Veteran Alliance, and more.

Josh Burns spoke regarding the HEROS Community Funded Project and how receiving funding from AWS helped complete this project.

(Jeanine Heredia arrived 6:17pm)

Retail Strategies Update

Portfolio Director Brooke Hill and Retail Development Manager John Boozer from Retail Strategies presented the Council (PowerPoint Presentation attached) with Hermiston's data, demographics, household income, population, and average analysis; what retailers look for when they are looking to develop in an area; opportunity gaps; retail timelines from initial interest to the retailer opening its doors, which typically takes at least three years; previous retail success that Retail Strategies has helped move into Hermiston; current active retail interest in Hermiston; the many outreach efforts Retail Strategies engages in, and more.

Mayor Drotzmann stated community members always tell him they want the following business to be located in Hermiston: Chipotle, Italian restaurant, Applebee's, Costco, and another grocery store option like Fred Meyer. Mayor Drotzmann thanked Retail Strategies representatives for attending and giving information about the time and effort it takes to bring in businesses and that the City is trying to do what they can to help this process.

<u>Adjournment</u>

Mayor Drotzmann adjourned the work session meeting at 6:52pm and stated the Council will take a short break and then convene for their regular council meeting at 7:00pm.



HERMISTON CITY COUNCIL MEETING

AWS Community Engagement

Kalie Davis External Miairs Monager AWS

Economic Impact of AWS in Umatilla County 2012 -2023



\$12.5B

Capital and operating

investments



2,830

Estimated average full -

time equivalent (FTE)

jobs supported at local

businesses annually in Umatilla County 2012 -2023



Tax and fee payments to Umatilla County in

2023



#1

AWS is the largest taxpayer in Umatilla County

Giving back to the City of Hermiston

Hermiston Community Contributions

- Library Multicultural Center
- Pickleball court
- Fire department education trailer
- Agape Backpack Program/Martha's House
- Stepping Stones Alliance



- BMCC Scholarships (\$100K)
 - For 23/24, all but two students got job placements
 - For 22/23, all got job placements
 - For 21/22, all got job placements

"Seeing my students find jobs and launch their careers is truly the very best part of my work. I'm immensely grateful to AWS for their longstanding and generous support of our students. Thank you."

-Peter Hernberg BMCC Data Center Technician Department Head



Hermiston Community Contributions

- Umatilla County Fair
- Barn expansion
- Livestock Show Scholarships
- Farm City Pro Rodeo
- Arbor Day Tree Donation
- HEROS Sports Complex





HEROS Sports Complex





ChangeX Community Fund Updates

• \$350K

JWS,

- Opens 2x per year Jan 1 and July 1
- Highlight videos

Pacific Northwest Veterans Alliance



Grid Alternatives Pilot Program

	Program Overview	 Community solar program \$1.2M Initial Fund Install Q4 2024
A.	Who Benefits	 Pilot program includes 10 organizations Grid finalizing due diligence for 3 Hermiston locations
Ś	How Does it Work	 Solar photovoltaic systems, approx. 25kW each Provides energy cost reductions to community organizations No cost to participating organizations for install All maintenance is provided for free by Grid Solar systems fully owned by organization





INTRODUCTION

DISCOVER

Hermiston, OR

Population 20,322

State of Oregon Population 4.23 million

Retail Strategies

Founded in 2011, Retail Strategies is as a full-service advisory firm that works with municipalities on business recruitment through commercial real estate connections and networks.

Our team employs a commercial broker's mindset with a fiduciary responsibility for our municipal clients,

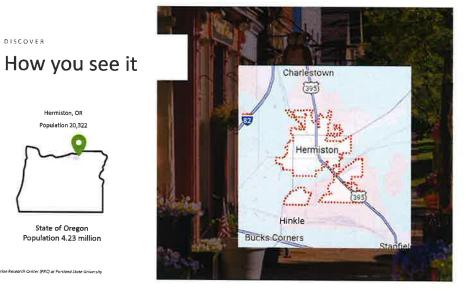


OUR PROCESS

Retail Strategies

- . Data & Demographic Analysis: We refresh data for Hermiston's custom trade area annually. This allows us to see the market from the same perspective as national retailers.
- Boots on the Ground: We visit the market annually to update our inventory of real estate assets in Hermiston. Throughout the year we work to develop and nourish relationships with local brokers, developers, and property owners.
- Trade Show Representation: We attend ICSC shows to build better working relationships with key industry players, gather current retailer expansion information, and promote Hermiston market opportunities.
- Pleasant Persistence: Our tearn remains pleasantly persistent with national retail brands, and we actively promote viable sites in Hermiston, National retail brand reps are constantly receiving sites from around the country - we put Hermiston at the front of the line
- Investment Multiplier: We act as an extension of Hermiston's ongoing economic development efforts. Our goal is to multiply the results of your team by focusing specifically on retail recruitment.
- Relationship Agent: Our team is actively looking for ways to leverage our deep bench of industry relationships in order to promote retail opportunities in Hermiston.



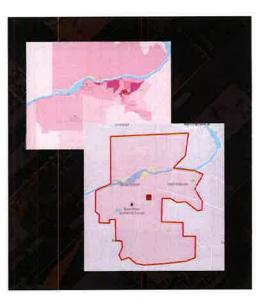




DISCOVER

Customized Trade Area

Mobile Tracking Data from Hermiston Walmart



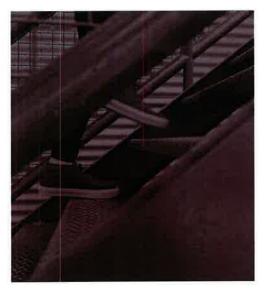


DISCOVER

Opportunity Gap

\$125,818,241

This means more people purchase items outside the defined Hermiston trade area than in the Hermiston-defined trade area for their consumer goods and services. Finding the specific categories where they are leaving the market is the key.



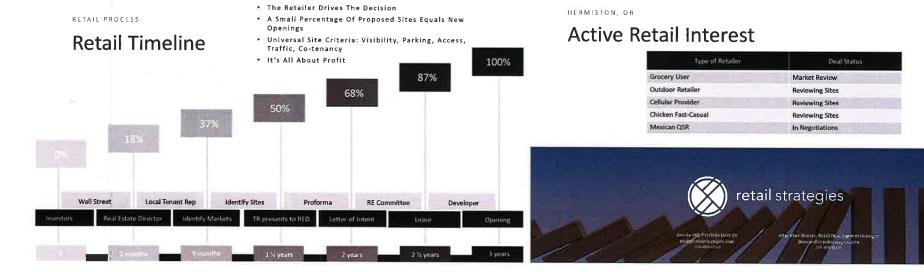


FOCUS ZONE

Highway 395 Corridor

We work closely with the local team to engage with property owners, fostering connections with retailers, brokers, and developers. Our outreach helps to showcase unique opportunities in Hermiston that might otherwise go unnoticed by larger or non-local entities.





HERMISTON, OR

Past Retail Success

Before:





HERMISTON, OR

Past Retail Success



HERMISTON OR

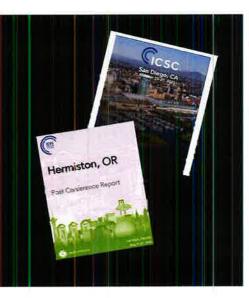
Retail Recruitment

Conference Representation:

- Companywide: 15+
- Regional Tearn: 2-3







HERMISION OR

Communicating Progress

Basecamp

 Our main tool for communicating information.
 Functions as a messaging platform and keeps both sides accountable for project



Quarterly Business Reviews (QBRs)

Quarterly reports covering retail news, industry trends, and recruitment updates.



Continued Outreach

We share a common goal to generate new retail communication that would not otherwise happen and to create market influence in the retail industry.

We have conducted outreach to over 50 retail prospects ranging from: specialty grocers, entertainment concepts, sit-down restaurants, coffee shops, quick serve restaurants, fast casual restaurants, pet stores, clothing and footwear, hotels, home furnishings, and more.

Together, we continue to collaborate and strategize with the local Hermiston Team to think creatively regarding new-to-market retail and available sites.



retail strategies			
THANK YOU			
Hermiston,	OR 🚽		