

RESOLUTION NO. 2238

A RESOLUTION APPROVING THE EXECUTION OF LONG-TERM RURAL ENTERPRISE ZONE TAX ABATEMENT PAYMENT DISTRIBUTION AGREEMENTS WITH UMATILLA COUNTY FOR AMAZON DATA SERVICES FACILITIES KNOWN AS PDX 138 AND PDX 146/245

WHEREAS, the City of Hermiston (“City”) and Umatilla County (“County”) are co-equal sponsors of the Greater Hermiston Enterprise Zone (“GHEZ”), and;

WHEREAS, the City and County have entered into Long-Term Rural Enterprise Zone Tax Abatement Agreements with Amazon Data Services, Inc., (“ADS”) for projects within the GHEZ for data center facilities known as PDX 138, PDX 146, and PDX 245, and;

WHEREAS, the Long-Term Rural Enterprise Zone Tax Abatement Agreements with ADS provides that ADS would remit various payments to the GHEZ, and;

WHEREAS, the City and County desire a policy for a clear, transparent, formulaic distribution of these payments, and;

WHEREAS, the City and County have proposed the attached Distribution Agreements to direct the GHEZ Administrator on how to allocate payments made to the GHEZ under the Long-Term Rural Enterprise Zone Tax Abatement Agreements for PDX 138, PDX 146, and PDX 245, and;

WHEREAS, the payment obligations and distributions for PDX 146 and PDX 245 are similar and are combined into one agreement.

NOW, THEREFORE, THE CITY OF HERMISTON RESOLVES AS FOLLOWS:

1. That the Long-Term Rural Enterprise Zone Distribution Agreements, between the City of Hermiston and Umatilla County, for Amazon Data Services facilities PDX 138 and PDX 146/245, as attached to this resolution, are hereby approved.
2. That the City Manager is authorized to sign the Distribution Agreements.
3. That this resolution is effective immediately upon its passage.

PASSED by the Common Council this 10th day of October, 2022.

SIGNED by the Mayor this 10th day of October, 2022.

Dr. David Drotzmann, MAYOR

ATTEST:

Lilly Alarcon-Strong, CMC, CITY RECORDER