

Mayor and Members of the City Council **STAFF REPORT** For the Meeting of May 12, 2025

Title/Subject

Adoption of RV Park Expansion Agreement and License

Summary and Background

A few months ago, Amazon Web Services (AWS) approached the City with a need expressed to them by the contractors that are building their data centers. The contractors are not finding enough places for contractors to live. The companies they use are large national commercial construction contractors and their main staff often travel from project to project and utilize some form of a recreational vehicle for housing while working on various projects around the country. Amazon asked if we might be able and willing to construct an RV Park that could be dedicated to their employees and contractors through some type of license agreement. They were also willing to assist in constructing spaces that could be used by the City in other ways.

As designated in the EOTEC master plan there is an event camping area (short-term RV park). After examining the idea, the City responded that yes we would be able to construct spaces for both uses and that we were interested in partnering. The City established a high-level cost estimate and then worked with AWS to develop the agreement in front of you tonight.

Tie-In to Council Goals

PARTNERSHIPS: We collaborate with community organizations to leverage expertise and resources to best serve the public.

LIVABILITY: We promote diverse housing options, convenient and accessible community assets, a healthy environment, and high-quality education.

Fiscal Information

The agreement provides for a total of \$8 million in four payments over the proposed construction period. The City commits to be done by December 2026.

Alternatives and Recommendation

<u>Alternatives</u>

1. Authorize the City Manager's signature on the proposed agreement.

The Proposed Agreement was still under review by AWS at the time of original posting and will be sent directly to the Council and uploaded to the online agenda when available.

2. Direct Staff to return to AWS to negotiate.

Recommended Action/Motion

Motion to authorize the City Manager to sign the RV Park Expansion Agreement and License.

Submitted By:

Byron D. Smith