

A RESOLUTION TO EXERCISE OPTION TO)
QUALIFY HOTELS, MOTELS AND DESTINATION)
RESORTS IN AN OREGON ENTERPRISE ZONE)

Resolution No. 9

WHEREAS, the City of Lebanon, Oregon, and Linn County are sponsoring the South Santiam Enterprise Zone II.

WHEREAS, the 1995 Oregon Legislature amended Oregon Revised Statutes 285.610 in Enrolled House Bill 2140, which was signed by the Governor and enacted into law effective September 9, 1995 (Section 10, Chapter 741, Oregon Laws 1995), such that in order for a business firm that is operated as a hotel, motel or destination resort to be eligible for precertification in any enterprise zone after June 30, 1996, the zone sponsor must notify the Oregon Department of Revenue and the Oregon Economic Development Department in writing on or before June 1, 1996, of its desire to exempt qualified property owned or leased and operated by such a business firm.

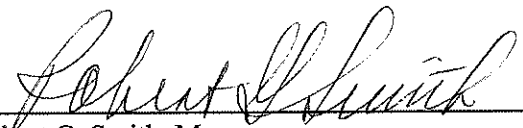
WHEREAS, the availability of an enterprise zone exemption to business firms that operate hotels, motels or destination resorts would help:

- (1) Diversify and underpin local economic activity;
- (2) provide useful employment opportunities to certain segments of the local labor force; and
- (3) facilitate the expansion of facilities that accommodate visitors coming to the area for business, recreation or other purposes which, in turn, could increase the numbers of such visitors and their expenditures in the local area.

BE IT RESOLVED that the City of Lebanon, as a sponsor of the South Santiam Enterprise Zone II, exercises its option herewith pursuant to ORS 285.610 (1995) such that:

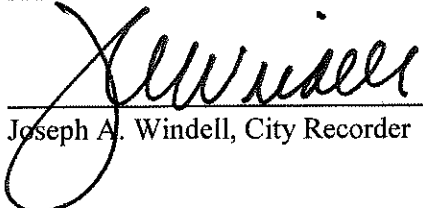
- (1) Qualified property owned or leased and operated by a business firm as a hotel, motel or destination resort may receive a property tax exemption in the zone;
- (2) such business firms shall be eligible for purposes of precertification in the zone after June 30, 1996; and
- (3) copies of this resolution shall be sent to the Oregon Department of Revenue and Economic Development Department by June 1, 1996, in fulfillment of ORS 285.610(1)(b).

Passed by the Council by a vote of 6 for and 0 against and approved by the Mayor this 8th day of May, 1996.



Robert G. Smith, Mayor

ATTEST:



Joseph A. Windell, City Recorder