

RESOLUTION NO. 96-027

**A RESOLUTION AUTHORIZING THE CITY MANAGER TO SIGN
AN AGREEMENT WITH AAA METAL FABRICATION INC.,
TO ALLOW THE PROPERTY TAX EXEMPTION TO BE EXTENDED
UP TO FIVE CONSECUTIVE YEARS IN TOTAL FOR AN
INVESTMENT IN THE DALLES/WASCO COUNTY ENTERPRISE ZONE**

WHEREAS, AAA Metal Fabrication Inc. is eligible to receive a property tax exemption on qualified property in the Enterprise Zone for at least three years under ORS 285.560 to 285.617; and

WHEREAS, AAA Metal Fabrication Inc. agrees in writing with the Sponsors of the Enterprise Zone pursuant to ORS 285.605(6):

(a) To compensate all new employees hired to comply with ORS 285.600(1)(d) or (e) within any year for which a property tax exemption is claimed at an average rate of not less than 150 percent of Wasco County's average annual wage until the end of the tax exemption period. (As defined in Chapter 123, Division 65, Oregon Administrative Rules, "compensate" includes benefits [and is applied to the gross increase in full-time employees equal to ten percent of AAA Metal Fabrication Inc.'s existing workforce engaged in eligible operations within the Enterprise zone that must be hired to qualify under ORS 285.600 (1)(d)], and the county average annual wage is set at the time of precertification according to the most recently available figure which in this case is the 1994 average annual payroll rate of \$19,573); and

(b) To meet any additional requirements which the zone sponsor may reasonably request; and

WHEREAS, AAA Metal Fabrication Inc. has met or will meet the following additional requirements:

(a) AAA Metal Fabrication Inc. will lease the qualifying property before it's construction completion date scheduled for July 15th. 1996; and

WHEREAS, AAA Metal Fabrication Inc. intends to file a precertification application with The Dalles/Wasco County Enterprise Zone Manager before modifying or installing qualified property as required under ORS 285.613; and

WHEREAS, AAA Metal Fabrication Inc. will conclude a First Source Hiring Agreement with the local office of the Oregon State Employment Department which serves as the contact agency for job referrals from publicly funded job training providers in the local region; and

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WHEREAS, the City Council of The Dalles desires to encourage new investment in facilities that increase the compensation earned by local residents, expand the available number or family wage jobs in the local area, contribute to the diversification and stability of the local economy, ensure the competitiveness of future area businesses, and support long-term operation of area facilities; **NOW, THEREFORE**,

BE IT RESOLVED BY THE CITY COUNCIL AS FOLLOWS:

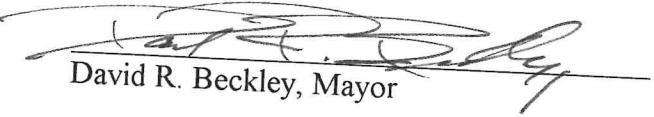
Section 1. The City of The Dalles, as a governing body of one of the Sponsors of The Dalles/Wasco County Enterprise Zone, approves extending the property tax benefits of the Enterprise Zone an additional two years, for a total enterprise zone exemption of five consecutive years, for AAA Metal Fabrication Inc.'s proposed \$320,000 investment.

Section 2. The City Manager and the Enterprise Zone Manager, in coordination with the Wasco County Judge, are hereby authorized to negotiate and sign an agreement with AAA Metal Fabrication Inc. meeting the terms described herein.

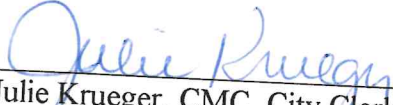
PASSED AND ADOPTED THIS 24th DAY OF JUNE, 1996.

Voting Yes, Councilors:	<u>Van Cleave, Davis, Briggs, Hill, Koch</u>
Voting No, Councilors:	<u>None</u>
Absent, Councilors:	<u>None</u>
Abstaining, Councilors:	<u>None</u>

AND APPROVED BY THE MAYOR THIS 24th DAY OF JUNE, 1996.


David R. Beckley, Mayor

ATTEST:


Julie Krueger, CMC, City Clerk