

RESOLUTION NO. 4401

A RESOLUTION ESTABLISHING CITY COUNCIL POLICIES REGARDING ENTERPRISE ZONE BOUNDARY AMENDMENTS AND APPLICATIONS FOR EXTENDED BENEFITS

WHEREAS, the City of Albany is a member of the South Santiam Enterprise Zone; and

WHEREAS, on occasion, proposals are made to amend the Enterprise Zone boundaries within the city of Albany; and

WHEREAS, certain businesses within the city of Albany may qualify for extension of Enterprise Zone tax abatement incentives from the usual three-year benefit period for up to five years based on the creation of new family wage jobs; and

WHEREAS, the City Council wishes to establish certain criteria for considering all such requests.

NOW, THEREFORE, BE IT RESOLVED by the Albany City Council that the following criteria and additional factors may be considered prior to approval of any such requests:

- 1) For Enterprise Zone boundary amendments within the city of Albany, the City Council may request information that may result in the public disclosure of the following items:
 - a) The name and/or business characteristics of all businesses proposed to be located within the amended zone boundary.
 - b) The number of projected jobs to be created, the estimated pay and benefits by each classification of employment, and how many positions will be new versus relocated jobs.
 - c) The estimated impact of the businesses on all City services and the need for improved infrastructure and how that infrastructure will be provided.
- 2) For Enterprise Zone extension of benefits requests, the Albany City Council may request all of the above information. In addition, extensions of property tax abatement from three years to five years will be considered only when the applicant demonstrates to the Council's satisfaction how the following factors have been addressed:
 - a) The application satisfies all state requirements for extended benefits.
 - b) The estimated number of new qualifying jobs is equal to at least one for each \$100,000 of new private investment (or about \$700 in annual City property tax relief and \$1,600 in total property tax relief per job created). Alternatively, the applicant may provide information indicating that the additional property tax relief will result in a comparable public benefit that would not otherwise be achieved.
 - c) There are no outstanding environmental, land use, city infrastructure, or permit violation issues that will not be resolved by the time of occupancy or mutually agreed-upon deadline.
 - d) The City Council finds that approval of the extension of benefits will not cause irreparable harm to the City's financial condition.

- 3) The business shall be required to contribute to the City of Albany an amount equal to one-third (1/3) of the total property taxes abated in years four and five, not to exceed the total property taxes that would have been paid to the City of Albany had the extended abatement not been approved. The payment shall be designated by the City Council for a public purpose related to the additional public service requirements that the business will place on the City's services.
- 4) The City Council may choose to attach conditions to the approval of a request for extended benefits in accordance with state of Oregon Community and Economic Development Department rules. Such conditions may include additional public improvement requirements, cash contributions paid in-lieu-of property taxes to advance certain public purposes, and other requirements as provided by state regulations.
- 5) Performance of the conditions provided for by this resolution shall be set forth in an agreement between the City and the business prior to the receipt of extended tax abatement benefits.

DATED THIS 28TH DAY OF MARCH 2001.



Mayor

ATTEST:



City Recorder