

**INTERGOVERNMENTAL AGREEMENT AMONG
THREE RIVERS SCHOOL DISTRICT AND
THE CITY OF GRANTS PASS AND JOSEPHINE COUNTY TO
COLLECT AND REMIT CONSTRUCTION EXCISE TAX**

AMENDMENT #1 TO CONTRACT

As of March 1, 2017, the contract agreement between the Three Rivers School District and The City of Grants Pass and Josephine County (originally signed 2008) to collect and remit construction excise tax will be changed as follows:

Section - AGREEMENT, Paragraph 10. Administrative Fee . As consideration for the above described services, the Collecting Agencies shall retain ~~4%~~ **4%** of the CET collected by the Collecting Agencies as authorized by Section 5 of Senate Bill 1036. Prior to submitting the CET to Three Rivers, the Collecting Agencies shall deduct this administrative fee directly from the CET collected, and the amounts deducted and retained shall be reported to Three Rivers. The Administrative Fee is based on gross CET collected and shall not be reduced by CET refunds or any checks returned for insufficient funds. Any fees or charges levied against the Collecting Agencies for such items as returned checks, etc. shall be paid to the Collecting Agencies from collected CET in addition to the above Administrative fee.

In addition, pursuant to Oregon Revised Statute 320.170, and the attached Three Rivers School District board resolution #16/17-02A, the following rate limits will apply:

1. The rates of tax, imposed only on improvements to real property that result in a new structure or additional square footage in an existing structure, with the exemptions outlined in Senate Bill 1036, are to be implemented according to the following schedule:
 - a) \$1.23 per square foot beginning as soon as permissible after February 28, 2017 as allowed by statute, on structures or portions of structures intended for residential use, including but not limited to single-unit or multiple-unit housing; and
 - b) \$0.61 per square foot beginning as soon as permissible after February 28, 2017 on structures or portions of structures intended for nonresidential use, not including multiple-unit housing of any kind.
2. In addition, beginning March 1, 2017, the construction tax imposed on structures intended for nonresidential use will not exceed \$30,700 per building permit or \$30,700 per structure, whichever is less.
3. For fiscal years beginning on or after July 1, 2017, the tax rates stated in this resolution shall be adjusted annually for changes in construction costs. The tax rate for each fiscal year will be effective as of January 1st of each subsequent year. The Oregon Department of Revenue will determine the adjusted rates and limitations and report to the District. The District will review the adjusted tax rates and limitations, as determined by the Oregon Department of Revenue, on an annual basis.

These changes are the only changes to the original contract. The entire remainder of the original contract remains in full force.

Signed and Agreed:

Three Rivers School District

_____ Date: _____
Danny York, Chairperson
Board of Directors, Three Rivers School District

City of Grants Pass

_____ Date: _____
Mark Bartholomew, City Attorney
City of Grants Pass

_____ Date: _____
Aaron Cubic, City Manager
City of Grants Pass

Josephine County

_____ Date: _____
Simon G. Hare, Chair
Josephine County

_____ Date: _____
Lily N. Morgan, Vice-Chair
Josephine County

_____ Date: _____
Daniel E. DeYoung, Commissioner
Josephine County