

## RESOLUTION NO. 1232

### A RESOLUTION ADOPTING A PRIVILEGE TAX RATE

WHEREAS, the Prineville City Council on May 27, 2014, enacted Ordinance No. 1204, imposing a privilege tax on certain utilities operating in the City of Prineville without a franchise; and

WHEREAS, Section 2 of Ordinance No. 1204 provides that the Prineville City Council will by Resolution establish the rate of the privilege tax for each utility subject to the tax; and

WHEREAS, the Prineville City Council intends that the rate of the privilege tax correspond to any franchise fee established in a franchise agreement with a provider of similar services.

NOW, THEREFORE, the City of Prineville resolves as follows:

1. The following privilege tax rates are adopted effective May 27, 2014:

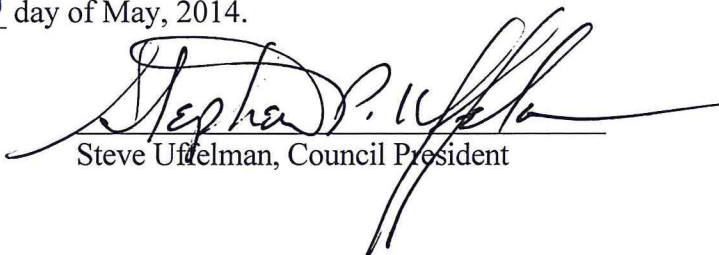
Electricity: Five percent (5%) of gross revenue as defined in the franchise granted to PacifiCorp by City Ordinance No. 1172; and

Gas: Five percent (5%) of gross revenue as defined in the franchise granted to Cascade Natural Gas Corporation by Ordinance No. 1198.

2. The tax rates set out in Section 1 above shall remain in effect until modified by the Prineville City Council.

3. This Resolution is effective immediately upon adoption.

Passed by the City Council this 27<sup>th</sup> day of May, 2014.

  
Steve Uffelman, Council President

ATTEST:

  
Lisa Morgan, City Recorder