

A DECLARATORY RESOLUTION designating an "Economic Revitalization Area" under I.C. 6-1.1-12.1 for property commonly known as 4420 Clubview Drive, Fort Wayne, Indiana 46804 (LH Carbide Corporation)

WHEREAS, Petitioner has duly filed its petition dated February 20, 2014 to have the following described property designated and declared an "Economic Revitalization Area" under Sections 153.13-153.24 of the Municipal Code of the City of Fort Wayne, Indiana, and I.C. 6-1.1-12.1, to wit:

Attached hereto as "Exhibit A" as if a part herein;

and

WHEREAS, said project will create 18 full-time, permanent jobs for a total new, annual payroll of \$1,197,500, with the average new annual job salary being \$66,528 and retain 79 full-time, permanent jobs for a total current annual payroll of \$5,449,569, with the average current, annual job salary being \$68,982; and

WHEREAS, the total estimated project cost is \$4,800,000; and

WHEREAS, it appears the said petition should be processed to final determination in accordance with the provisions of said Division 6.

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF FORT WAYNE, INDIANA:

SECTION 1. That, subject to the requirements of Section 6, below, the property hereinabove described is hereby designated and declared an "Economic Revitalization Area" under I.C. 6-1.1-12.1. Said designation shall begin upon the effective date of the Confirming Resolution referred to in Section 6 of this Resolution and shall terminate on December 31, 2016, unless otherwise automatically extended in five year increments per I.C. 6-1.1-12.1-9.

SECTION 2. That, upon adoption of the Resolution:

- .. Said Resolution shall be filed with the Allen County Assessor;
- .. Said Resolution shall be referred to the Committee on Finance requesting a recommendation from said committee concerning the advisability of designating the above area an "Economic Revitalization Area";
- .. Common Council shall publish notice in accordance with I.C. 6-1.1-12.1-2.5 and I.C. 5-3-1 of the adoption and substance of this resolution and setting this designation as an "Economic Revitalization Area" for public hearing;

1 **SECTION 3.** That, said designation of the hereinabove described property as an
2 "Economic Revitalization Area" shall apply to both a deduction of the assessed value of real
3 estate and personal property for new manufacturing equipment.

4 **SECTION 4.** That, the estimate of the number of individuals that will be employed
5 or whose employment will be retained and the estimate of the annual salaries of those
6 individuals and the estimate of the value of redevelopment or rehabilitation and the estimate
7 of the value of new manufacturing equipment, all contained in Petitioner's Statement of
8 Benefits, are reasonable and are benefits that can be reasonably expected to result from the
9 proposed described redevelopment or rehabilitation and from the installation of new
10 manufacturing equipment.

11 **SECTION 5.** That, the current year approximate tax rates for taxing units within
12 the City would be:

13 If the proposed development does not occur, the approximate current year tax
14 rates for this site would be \$3.3124/\$100.

15 If the proposed development does occur and no deduction is granted, the
16 approximate current year tax rate for the site would be \$3.3124/\$100 (the
17 change would be negligible).

18 If the proposed development occurs and a deduction percentage of fifty percent
19 (50%) is assumed, the approximate current year tax rate for the site would be
20 \$3.3124/\$100 (the change would be negligible).

21 If the proposed new manufacturing equipment is not installed, the approximate
22 current year tax rates for this site would be \$3.3124/\$100.

23 If the proposed new manufacturing equipment is installed and no deduction is
24 granted, the approximate current year tax rate for the site would be
25 \$3.3124/\$100 (the change would be negligible).

26 If the proposed new manufacturing equipment is installed and a deduction
27 percentage of eighty percent (80%) is assumed, the approximate current year
28 tax rate for the site would be \$3.3124/\$100 (the change would be negligible).

29 **SECTION 6.** That, this Resolution shall be subject to being confirmed, modified
30 and confirmed, or rescinded after public hearing and receipt by Common Council of the
above described recommendations and resolution, if applicable.

SECTION 7. That, pursuant to I.C. 6-1.1-12.1, it is hereby determined that the
deduction from the assessed value of the real property shall be for a period of ten years, and
the deduction from the assessed value of the new manufacturing equipment shall be for a
period of ten years.

SECTION 8. The deduction schedule from the assessed value of the real
property pursuant to I.C. 6-1.1-12.1-17 shall look like this:

Year of Deduction	Percentage
1	100%
2	95%
3	80%
4	65%
5	50%
6	40%
7	30%
8	20%
9	10%
10	5%

SECTION 9. The deduction schedule from the assessed value of new manufacturing equipment pursuant to I.C. 6-1.1-12.1-17 shall look like this:

Year of Deduction	Percentage
1	100%
2	90%
3	80%
4	70%
5	60%
6	50%
7	40%
8	30%
9	20%
10	10%

SECTION 10. That, the benefits described in the Petitioner's Statement of Benefits can be reasonably expected to result from the project and are sufficient to justify the applicable deductions.

SECTION 11. That, the taxpayer is non-delinquent on any and all property tax due to jurisdictions within Allen County, Indiana.

SECTION 12. That, pursuant to I.C. 6-1.1-12.1-12 et al, any property owner that has received a deduction under section 3 or 4.5 of this chapter may be required to repay the deduction amount as determined by the county auditor in accordance with section 12 of said chapter if the property owner ceases operations at the facility for which the deduction was

1 granted and if the Common Council finds that the property owner obtained the deduction by
2 intentionally providing false information concerning the property owner's plans to continue
3 operation at the facility.

4 **SECTION 13.** That, this Resolution shall be in full force and effect from and after
5 its passage and any and all necessary approval by the Mayor.

6 _____
7 Member of Council

8 APPROVED AS TO FORM AND LEGALITY

9 _____
10 Carol Helton, City Attorney



FEB 20 2014

ECONOMIC REVITALIZATION AREA APPLICATION CITY OF FORT WAYNE, INDIANA

APPLICATION IS FOR: (Check appropriate box(es))



Real Estate Improvements



Personal Property Improvements



Vacant Commercial or Industrial Building

Total cost of real estate improvements:

\$ 1,600,000

Total cost of manufacturing equipment improvements:

\$ 3,200,000

Total cost of research and development equipment improvements:

Total cost of logistical distribution equipment improvements:

Total cost of information technology equipment improvements:

TOTAL OF ABOVE IMPROVEMENTS:

\$ 4,800,000

GENERAL INFORMATION

Real property taxpayer's name: Harbor Investments III LLC

Personal property taxpayer's name: L H Carbide Corporation

Telephone number: 260-432-5563

Address listed on tax bill: 4420 Clubview Drive, Fort Wayne, IN 46804

Name of company to be designated, if applicable: L H Carbide Corporation

Year company was established: 1966

Address of property to be designated: 4420 Clubview Drive

Real estate property identification number: 02-12-20-201-004.000-074 and 02-12-20-126-001.001-074

Contact person name: Dan Brehm

Contact person telephone number: (260) 432-5563

Contact person Email: dbrehm@lhindustries.com

Contact person address: 4420 Clubview Drive, Fort Wayne, IN 46804

List company officer and/or principal operating personnel

NAME	TITLE	ADDRESS	PHONE NUMBER
Leon Habegger	Chairman	4420 Clubview Drive, Fort Wayne, IN 46804	(260) 432-5563
Warren Brehm	Secretary/Treasurer	4420 Clubview Drive, Fort Wayne, IN 46804	(260) 432-5563
Bruce Emerick	President	4420 Clubview Drive, Fort Wayne, IN 46804	(260) 432-5563
Brad Habegger	Vice-President	4420 Clubview Drive, Fort Wayne, IN 46804	(260) 432-5563

List all persons or firms having ownership interest in the applicant business and the percentage each holds:

NAME	PERCENTAGE
Leon Habegger	37.6
Bruce Emerick	20.8
Brad Habegger	20.8
Rick Habegger	20.8

- ☐ Yes ☒ No Are any elected officials shareholders or holders of any debt obligation of the applicant or operating business? If yes, who? (name/title) _____
- ☒ Yes ☐ No Is the property for which you are requesting ERA designation totally within the corporate limits of the City of Fort Wayne?
- ☐ Yes ☒ No Do you plan to request state or local assistance to finance public improvements?
- ☐ Yes ☒ No Is the property for which you are requesting ERA designation located in an Economic Development Target Area (EDTA)? (see attached map for current areas)
- ☐ Yes ☒ No Does the company's business include a retail component? If yes, answer the following questions:
 What percentage of floor space will be utilized for retail activities? _____
 What percentage of sales is made to the ultimate customer? _____
 What percentage of sales will be from service calls? _____

What is the percentage of clients/customers served that are located outside of Allen County? 98%

What is the company's primary North American Industrial Classification Code (NAICS)? 333510

Describe the nature of the company's business, product, and/or service:

Design, manufacture, and repair metal stamping dies, their components and controls, as well as spare parts for such dies.
 Manufacture of production tooling.

Dollar amount of annual sales for the last three years:

Year	Annual Sales
2013	\$ 17,033,813.00
2012	\$ 15,645,837
2011	\$ 15,923,202

List the company's three largest customers, their locations and amount of annual gross sales:

Customer Name	City/State	Annual Gross Sales
Emerson Motors	Multi-national	\$ 3,589,945
Stolle Machinery	Colorado/ Ohio	\$ 2,397,417
Regal Beloit	Multi-national	\$ 2,095,798

List the company's three largest material suppliers, their locations and amount of annual purchases:

Supplier Name	City/State	Annual Gross Purchases
Boehlerit GMBH & Co.	Kapfenberg, Austria	\$ 407,647
General Carbide	Greensburg, PA	\$ 349,222
Specialty Tool	New Haven, IN	\$ 342,116

List the company's top three competitors:

Competitor Name	City/State
Mitsui & Co, LTD	Tokyo, Japan
Oberg Industries	Freeport, PA
Hydrocam Corporation	Sterling Hts., MI

Describe the product or service to be produced or offered at the project site:

Manufacture metal stamping and forming dies and tooling.

In order to be considered an Economic Revitalization Area (ERA), the area must be within the corporate limits of the City of Fort Wayne and must have become undesirable for, or impossible of, normal development and occupancy because of a lack of development, cessation of growth, deterioration of improvements or character of occupancy, age, obsolescence, substandard buildings, or other factors which have impaired values or prevent a normal development of property or use of property. It also includes any area where a facility or group of facilities that are technologically, economically, or energy obsolete is located and where the obsolescence may lead to a decline in employment and tax revenues.

How does the property for which you are requesting designation meet the above definition of an ERA?

Current building is inefficient in design and construction to allow for growth as well as continued competitive manufacture of customers products. Our products are of a highly technological nature that is not reflected or enhanced by our current structure. Our industry is highly price competitive and inefficient manufacturing facilities do not allow us to compete against competitors with more modern, more efficient facilities.

REAL PROPERTY INFORMATION

Complete this section of the application if you are requesting a deduction from assessed value for real property improvements.

Describe any structure(s) that is/are currently on the property:

94,000 sq. ft. Tool & Die and Metal Stamping building with offices.

Describe the condition of the structure(s) listed above:

Well maintained, poorly laid out for modern manufacturing

Describe the improvements to be made to the property to be designated for tax phase-in purposes:

New 25,000 sq. ft. high-bay manufacturing facility. Renovation of existing manufacturing facility.

Projected construction start (month/year): 05/2014

Projected construction completion (month/year): 10/2014

☐ Yes ☒ No Will construction result in Leadership in Energy and Environmental Design (LEED) certification by the U.S. Green Building Council?

☒ Yes ☐ No Will construction use techniques to minimize impact on combined sewer overflows? (i.e. rain gardens, bio swales, etc.)

Equipment List

5 Year LH Carbide Expansion Plan

Additional Machinery Added Over 5 Years

- (1) Toyota CNC Machining Center-\$430,000
- (1) Supertec CNC Cylindrical Grinder-\$255,500
- (2) Haas CNC Machining Centers-\$230,000
- (1) Okamoto Surface Grinder-\$100,000
- (1) CNC Slip Jig Bore Machine-\$300,000
- (1) Minster Punch Press and Feed System-\$550,000
- (2) Overhead Hoist Systems-\$125,000
- (1) 100 HP Air Compressor-\$60,000
- (1) Ewag Grinder-\$500,000
- (3) Charmilles Wire EDM Machines-\$650,000

Total 5 Year Machinery/Equipment Investment- \$3,200,500

PERSONAL PROPERTY INFORMATION

Complete this section of the application if you are requesting a deduction from assessed value of new manufacturing, research and development, logistical distribution or information technology equipment.

List below the equipment for which you are seeking an economic revitalization area designation.

Manufacturing equipment must be used in the direct production, manufacture, fabrication, assembly, extraction, mining, processing, refining, or finishing of other tangible personal property at the site to be designated. Research and development equipment consists of laboratory equipment, research and development equipment, computers and computer software, telecommunications equipment or testing equipment used in research and development activities devoted directly and exclusively to experimental or laboratory research and development for new products, new uses of existing products, or improving or testing existing products at the site to be designated. Logistical distribution equipment consists of racking equipment, scanning or coding equipment, separators, conveyors, fork lifts or lifting equipment, transitional moving equipment, packaging equipment, sorting and picking equipment, software for technology used in logistical distribution, is used for the storage or distribution of goods, services, or information. Information technology equipment consists of equipment, including software used in the fields of information processing, office automation, telecommunication facilities and networks, informatics, network administration, software development and fiber optics: (use additional sheets, if necessary)

See Equipment List

☐ Yes ☒ No Has the above equipment for which you are seeking a designation, ever before been used for any purpose in Indiana? If yes, was the equipment acquired at an arms length transaction from an entity not affiliated with the applicant? ☐ Yes ☐ No

☐ Yes ☒ No Will the equipment be leased?

Date first piece of equipment will be purchased (month/year): 10/2014

Date last piece of equipment will be installed (month/year): 12/2019

Please provide the depreciation schedule term for equipment under consideration for personal property tax phase-in:

Seven year straight line depreciation

ELIGIBLE VACANT BUILDING INFORMATION

Complete this section of the application if you are requesting a deduction from the current assessed value of a vacant building

☐ Yes ☐ No Has the building for which you are seeking designation for tax phase-in been unoccupied for at least one year? Please provide evidence of occupation. (i.e. certificate of occupancy, paid utility receipts, executed lease agreements)

Describe any structure(s) that is/are currently on the property:

Describe the condition of the structure(s) listed above: _____

Projected occupancy date (month/year): _____

Describe the efforts of the owner or previous owner in regards to selling, leasing or renting the eligible vacant building during the period the eligible vacant building was unoccupied including how much the building was offered for sale, lease, or rent by the owner or a previous owner during the period the eligible vacant building was unoccupied.

PUBLIC BENEFIT INFORMATION

EMPLOYMENT INFORMATION FOR FACILITY TO BE DESIGNATED

ESTIMATE OF EMPLOYEES AND PAYROLL FOR FORT WAYNE FACILITY REQUESTING ECONOMIC REVITALIZATION AREA DESIGNATION

Please be specific on job descriptions. When listing the occupation codes, please avoid using the "Major Occupational Groupings" (i.e. 11-000, 13-000, 15-000, etc.) which are more general in nature. Instead, use specific occupation codes (i.e. 11-1021, 13-1081, 15-2041 etc) for each created and retained job. To fill out information on occupation and occupation code, use data available through Occupation Employment Statistics for Fort Wayne http://www.bls.gov/oes/current/oes_23060.htm

Current Full-Time Employment

Occupation	Occupation Code	Number of Jobs	Total Payroll
See Attached Schedule			

Retained Full-Time Employment

Occupation	Occupation Code	Number of Jobs	Total Payroll
See Attached Schedule			

Additional Full-Time Employment

Occupation	Occupation Code	Number of Jobs	Total Payroll
Mechanical Engineers	17-2141	2	\$ 143,000
Salesperson	41-4011	1	\$ 75,000
Production Support	43-9199	1	\$ 45,000
CNC operator	51-4011	11	\$ 720,000
CMT Programmer	51-4012	3	\$ 214,500

CURRENT FULL-TIME EMPLOYMENT

Occupation	Occupation Code	Number of Jobs	Total Payroll
Sales Manager	11-2022	1	206,378
Purchasing Manager	11-3061	1	123,752
Purchasing Agent	13-1023	1	51,480
Mechanical Engineers	17-2141	6	518,604
Janitor	37-2011	2	67,210
Salesperson	41-4011	2	197,998
Receptionist	43-4171	1	37,180
Production Scheduling	43-5061	2	182,369
Shipping Clerk	43-5071	1	52,052
Exec. Asst.	43-6011	1	75,275
Production Support	43-9199	1	48,620
Equip. Maintenance	49-9071	2	108,537
Supervisors	51-1011	6	622,903
CNC Operator	51-4011	32	1,974,887
CMT Programmers	51-4012	8	464,035
Die Assembler	51-4111	8	478,621
Inspectors	51-9061	3	202,488
Delivery Driver	53-3033	1	37,180
		79	5,449,569

RETAINED FULL-TIME EMPLOYMENT

Occupation	Occupation Code	Number of Jobs	Total Payroll
Sales Manager	11-2022	1	206,378
Purchasing Manager	11-3061	1	123,752
Purchasing Agent	13-1023	1	51,480
Mechanical Engineers	17-2141	6	518,604
Janitor	37-2011	2	67,210
Salesperson	41-4011	2	197,998
Receptionist	43-4171	1	37,180
Production Scheduling	43-5061	2	182,369
Shipping Clerk	43-5071	1	52,052
Exec. Asst.	43-6011	1	75,275
Production Support	43-9199	1	48,620
Equip. Maintenance	49-9071	2	108,537
Supervisors	51-1011	6	622,903
CNC Operator	51-4011	32	1,974,887
CMT Programmers	51-4012	8	464,035
Die Assembler	51-4111	8	478,621
Inspectors	51-9061	3	202,488
Delivery Driver	53-3033	1	37,180
		79	5,449,569

PUBLIC BENEFIT INFORMATION

Current Part-Time or Temporary Jobs

Occupation	Occupation Code	Number of Jobs	Total Payroll

Retained Part-Time or Temporary Jobs

Occupation	Occupation Code	Number of Jobs	Total Payroll

Additional Part-Time or Temporary Jobs

Occupation	Occupation Code	Number of Jobs	Total Payroll

Check the boxes below if the existing jobs and the jobs to be created will provide the listed benefits:

- | | | |
|---|--|--|
| ☐ Pension Plan | ☒ Major Medical Plan | ☒ Disability Insurance |
| ☒ Tuition Reimbursement | ☒ Life Insurance | ☒ Dental Insurance |

List any benefits not mentioned above:

401(k) plan, Sec. 125 cafeteria plan, HSA plan, Discretionary bonus based upon profitability

When will you reach the levels of employment shown above? (month/year): 12/2019

REQUIRED ATTACHMENTS

The following must be attached to the application.

1. **Statement of Benefits Form(s) (first page/front side completed)**
2. **Full legal description of property and a plat map identifying the property boundaries. (Property tax bill legal descriptions are not sufficient.) Should be marked as Exhibit A.**
3. **Check for non-refundable application fee made payable to the City of Fort Wayne.**

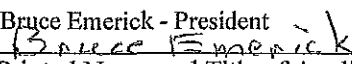
ERA filing fee (either real or personal property improvements)	.1% of total project cost not to exceed \$500
ERA filing fee (both real and personal property improvements)	.1% of total project cost not to exceed \$750
ERA filing fee (vacant commercial or industrial building)	\$500
ERA filing fee in an EDTA	\$100
Amendment to extend designation period	\$300
Waiver of non compliance with ERA filing	\$500 + ERA filing fee
4. **Owner's Certificate (if applicant is not the owner of property to be designated)
Should be marked as Exhibit B if applicable.**

CERTIFICATION

I, as the legal taxpayer and/or owner, hereby certify that all information and representations made on this application and its attached exhibits are true and complete and that neither an Improvement Location Permit nor a Structural Permit has been filed for construction of improvements, nor has any manufacturing, research and development, logistical distribution or information technology equipment which is a part of this application been purchased and installed as of the date of filing of this application. I also certify that the taxpayer is not delinquent on any and all property tax due to taxing jurisdictions within Allen County, Indiana. I understand that any incorrect information on this application may result in a rescission of any tax phase-ins which I may receive.

I understand that I must file a correctly completed Compliance with Statement of Benefits Form (CF-1/Real Property for real property improvements and CF-1/PP for personal property improvements) and the Public Benefit Annual Update with the City of Fort Wayne Community Development Division in each year in which I receive a deduction. Further the CF-1/PP form must be filed with the county assessor and the CF-1/Real Property must be filed with the county auditor. Failure to file the CF-1 form with these agencies may result in a rescission of any tax phase-in occurring as a result of this application.


Signature of Taxpayer/Owner

Bruce Emerick - President

Printed Name and Title of Applicant

2/18/14
Date

Exhibit B

Dan Brehm

From: Joe D'Italia [harbor@dotgrp.com]
Sent: Friday, February 14, 2014 10:41 AM
To: Dan Brehm
Subject: Tax Abatement

To Whom it may concern

Harbor Investments III, LLC is the owner of property that LH Carbide is requesting tax abatement on new construction

By this email I am advising that we approve with this request and support a affirmative decision .

Thanks you for your consideration

Joseph A. D'Italia
Managing Member
Harbor Investments III, LLC

Please note new address and Phone number

Joseph A. D'Italia
Harbor Investments
10125 Dawson's Creek Blvd
Fort Wayne IN 46825
Phone: 260 482 9300
cell 260-437-3272
Fax: 260-482-9344
E-Mail: harbor@dotgrp.com

**STATEMENT OF BENEFITS
REAL ESTATE IMPROVEMENTS**

State Form 51767 (R5 / 12-13)

Prescribed by the Department of Local Government Finance

CITY OF FT WAYNE

FEB 20 2014 *ajr*

COMMUNITY DEVL.

20__ PAY 20__

FORM SB-1 / Real Property

PRIVACY NOTICE

Any information concerning the cost of the property and specific salaries paid to individual employees by the property owner is confidential per IC 6-1.1-12.1-5.1.

This statement is being completed for real property that qualifies under the following Indiana Code (check one box):

- ☒ Redevelopment or rehabilitation of real estate improvements (IC 6-1.1-12.1-4)
☐ Residentially distressed area (IC 6-1.1-12.1-4.1)

INSTRUCTIONS:

1. This statement must be submitted to the body designating the Economic Revitalization Area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise, this statement must be submitted to the designating body **BEFORE** the redevelopment or rehabilitation of real property for which the person wishes to claim a deduction.
2. The statement of benefits form must be submitted to the designating body and the area designated an economic revitalization area before the initiation of the redevelopment or rehabilitation for which the person desires to claim a deduction.
3. To obtain a deduction, a Form 322/RE must be filed with the County Auditor before May 10 in the year in which the addition to assessed valuation is made or not later than thirty (30) days after the assessment notice is mailed to the property owner if it was mailed after April 10. A property owner who failed to file a deduction application within the prescribed deadline may file an application between March 1 and May 10 of a subsequent year.
4. A property owner who files for the deduction must provide the County Auditor and designating body with a Form CF-1/Real Property. The Form CF-1/Real Property should be attached to the Form 322/RE when the deduction is first claimed and then updated annually for each year the deduction is applicable. IC 6-1.1-12.1-5.1(b)
5. For a Form SB-1/Real Property that is approved after June 30, 2013, the designating body is required to establish an abatement schedule for each deduction allowed. For a Form SB-1/Real Property that is approved prior to July 1, 2013, the abatement schedule approved by the designating body remains in effect. IC 6-1.1-12.1-17

SECTION 1		TAXPAYER INFORMATION			
Name of taxpayer L H Carbide Corporation					
Address of taxpayer (number and street, city, state, and ZIP code) 4420 Clubview Drive, Fort Wayne, IN 46804					
Name of contact person Dan Brehm		Telephone number (260) 432-5563		E-mail address dbrehm@lhindustries.com	
SECTION 2		LOCATION AND DESCRIPTION OF PROPOSED PROJECT			
Name of designating body Fort Wayne Common Council		Resolution number			
Location of property 4420 Clubview Drive, Fort Wayne, IN 46804		County Allen		DLGF taxing district number 91	
Description of real property improvements, redevelopment, or rehabilitation (use additional sheets if necessary) New 25,000 sq. ft. high-bay manufacturing facility. Renovation of existing manufacturing facility.				Estimated start date (month, day, year) 05/01/2014	
				Estimated completion date (month, day, year) 10/31/2014	
SECTION 3		ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT			
Current number 79.00	Salaries \$5,449,569.00	Number retained 79.00	Salaries \$5,449,569.00	Number additional 18.00	Salaries \$1,197,500.00
SECTION 4		ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT			
		REAL ESTATE IMPROVEMENTS			
		COST		ASSESSED VALUE	
Current values		2,073,850.00		1,470,400.00	
Plus estimated values of proposed project		1,300,000.00		1,300,000.00	
Less values of any property being replaced		0.00		0.00	
Net estimated values upon completion of project		3,373,850.00		2,770,000.00	
SECTION 5		WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER			
Estimated solid waste converted (pounds) 0.00		Estimated hazardous waste converted (pounds) 0.00			
Other benefits					
SECTION 6		TAXPAYER CERTIFICATION			
I hereby certify that the representations in this statement are true.					
Signature of authorized representative <i>Warren D. Brehm</i>				Date signed (month, day, year) 2/18/14	
Printed name of authorized representative Warren D. Brehm				Title VP/CFO	



STATEMENT OF BENEFITS PERSONAL PROPERTY

State Form 51764 (R3 / 12-13)

Prescribed by the Department of Local Government Finance

CITY OF FT WAYNE

FORM SB-1 / PP

FEB 20 2014

PRIVACY NOTICE

Any information concerning the cost of the property and specific salaries paid to individual employees by the property owner is confidential per IC 6-1.1-12.1-5.1.

INSTRUCTIONS

1. This statement must be submitted to the body designating the Economic Revitalization Area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise this statement must be submitted to the designating body **BEFORE** a person installs the new manufacturing equipment and/or research and development equipment, and/or logistical distribution equipment and/or information technology equipment for which the person wishes to claim a deduction.
2. The statement of benefits form must be submitted to the designating body and the area designated an economic revitalization area before the installation of qualifying abatable equipment for which the person desires to claim a deduction.
3. To obtain a deduction, a person must file a certified deduction schedule with the person's personal property return on a certified deduction schedule (Form 103-ERA) with the township assessor of the township where the property is situated or with the county assessor if there is no township assessor for the township. The 103-ERA must be filed between March 1 and May 15 of the assessment year in which new manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment is installed and fully functional, unless a filing extension has been obtained. A person who obtains a filing extension must file the form between March 1 and the extended due date of that year.
4. Property owners whose Statement of Benefits was approved, must submit Form CF-1/PP annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)
5. For a Form SB-1/PP that is approved after June 30, 2013, the designating body is required to establish an abatement schedule for each deduction allowed. For a Form SB-1/PP that is approved prior to July 1, 2013, the abatement schedule approved by the designating body remains in effect. (IC 6-1.1-12.1-17)

COMMUNITY DEVELOPMENT

SECTION 1 TAXPAYER INFORMATION	
Name of taxpayer L H Carbide Corporation	Name of contact person Dan Brehm
Address of taxpayer (number and street, city, state, and ZIP code) 4420 Clubview Drive, Fort Wayne, IN 46804	Telephone number (260) 432-5563

SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT			
Name of designating body Fort Wayne Common Council		Resolution number (s)	
Location of property 4420 Clubview Drive, Fort Wayne, IN 46804	County Allen	DLGF taxing district number 91	
Description of manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment. (Use additional sheets if necessary.) see attached sheet	ESTIMATED		
		START DATE	COMPLETION DATE
	Manufacturing Equipment	05/01/2014	12/31/2019
	R & D Equipment		
	Logist Dist Equipment		
IT Equipment			

SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT					
Current number 79	Salaries 5,449,569	Number retained 79	Salaries 5,449,569	Number additional 18	Salaries 1,197,500

SECTION 4 ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT								
NOTE: Pursuant to IC 6-1.1-12.1-5.1 (d) (2) the COST of the property is confidential.	MANUFACTURING EQUIPMENT		R & D EQUIPMENT		LOGIST DIST EQUIPMENT		IT EQUIPMENT	
	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Current values	17,672,638	3,516,854	0.00	0.00	0.00	0.00	324,198.00	64,515.00
Plus estimated values of proposed project	3,200,500	636,900.00	0.00	0.00	0.00	0.00	0.00	0.00
Less values of any property being replaced	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net estimated values upon completion of project	20,873,138	4,153,754	0.00	0.00	0.00	0.00	324,198.00	64,515.00

SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER	
Estimated solid waste converted (pounds) <u>N/A</u>	Estimated hazardous waste converted (pounds) <u>N/A</u>
Other benefits:	

SECTION 6 TAXPAYER CERTIFICATION	
I hereby certify that the representations in this statement are true.	
Signature of authorized representative 	Date signed (month, day, year) 2/18/14
Printed name of authorized representative Warren D. Brehm	Title VP/CFO

Equipment List

5 Year LH Carbide Expansion Plan

Additional Machinery Added Over 5 Years

- (1) Toyoda CNC Machining Center-\$430,000
- (1) Supertec CNC Cylindrical Grinder-\$255,500
- (2) Haas CNC Machining Centers-\$230,000
- (1) Okamoto Surface Grinder-\$100,000
- (1) CNC Sip Jig Bore Machine-\$300,000
- (1) Minster Punch Press and Feed System-\$550,000
- (2) Overhead Hoist Systems-\$125,000
- (1) 100 HP Air Compressor-\$60,000
- (1) Ewag Grinder-\$500,000
- (3) Charmilles Wire EDM Machines-\$650,000

Total 5 Year Machinery/Equipment Investment- \$3,200,500

EXHIBIT A

RUSSELL ENGINEERING ASSOCIATES, INC.

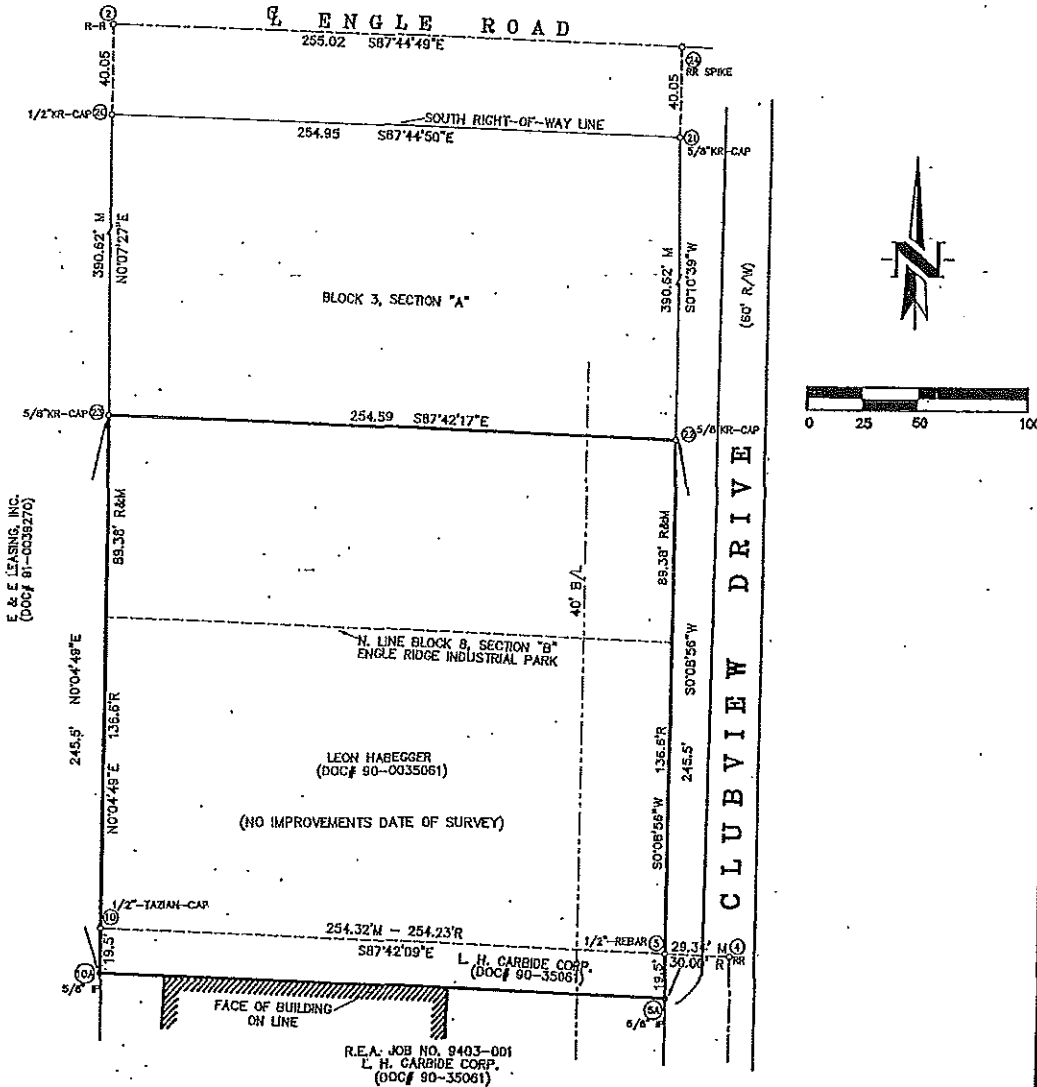
KENNETH J. RUSSELL, P.E. & R.L.S. JAMES L. RUSSELL, P.E. & R.L.S.
2527 SCOTSWOLDE DRIVE FORT WAYNE, INDIANA 46805 (219) 482-5300

LEGAL DESCRIPTION

BLOCK 8, SECTION "B", EXCEPT THE SOUTH 760.5 FEET OF THE ENGLE RIDGE INDUSTRIAL PARK.
ALSO: BLOCK 3, SECTION "A", EXCEPT THE NORTH 390.62 FEET IN THE "ENGLE RIDGE INDUSTRIAL PARK, SECTION "A", AS SAME IS RECORDED IN PLAT RECORD 33, PAGES 46-48, IN THE OFFICE OF THE RECORDER.
ALL OF THE ABOVE BEING A PART OF SECTION 20, T 30 N, R 12 E, WAYNE TOWNSHIP, ALLEN COUNTY, INDIANA.



- LEGEND:
- D --- SURVEY REPORT REFERENCE
 - AR. M. --- HARRISON MONUMENT
 - S --- SECTION CORNER
 - R --- RAILROAD SPIKE
 - IRON PIN (REBAR)
 - N --- P.C. NAIL
 - PH --- SPIKE NAIL
 - P --- PIPE
 - MEASURED
 - RECORDED
 - CALCULATED
 - PLATTED
 - FOUND (1)
 - SET (5)



NOTES:

1. NO ENCROACHMENTS EXIST UNLESS CHECKED HERE
2. THE COMMITMENT FOR TITLE INSURANCE WAS NOT PROVIDED FOR THIS PARCEL UNLESS CHECKED HERE. AN ABSTRACT ON TITLE SEARCH MAY REVEAL ADDITIONAL INFORMATION AFFECTING THIS PROPERTY.
3. THIS SURVEY MUST BE RECORDED IN ACCORDANCE WITH TITLE 865 IAC WHEN CHECKED HERE (R.E.A. TO RECORD).
4. ALL PINS SHOWN AS SET HAVE IDENTIFICATION CAPS WHERE POSSIBLE.
5. THE THEORETICAL UNCERTAINTY OF THIS SURVEY DUE TO RANDOM ERROR IN MEASUREMENT IS CERTIFIED AS CLASS "A".

- THE ABOVE DESCRIBED LOT OR TRACT, 500
- ☒ LIES IN ZONE "X". THIS ZONE IS DESIGNATED AS A YEAR FLOOD AREA ACCORDING TO THE FLOOD INSURANCE RATE MAP (FIRM) FOR COMMUNITY PANEL NO. 18003-C-0265-D DATED 8-28-90
- ☐ LIES WITHIN A DESIGNATED FLOOD HAZARD AREA AS SHOWN ON THE HUD-FA MAPS FOR THE AREA.
- ☐ VERIFIED WITH INDIANA DEPARTMENT OF NATURAL RESOURCES LAKE LEVEL DATA.

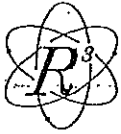
I, THE UNDERSIGNED REGISTERED LAND SURVEYOR LICENSED IN COMPLIANCE WITH THE LAWS OF THE STATE OF INDIANA, HEREBY CERTIFY THE HEREON PLAT TO CORRECTLY REPRESENT A SURVEY AS MADE UNDER MY DIRECTION, AND THAT THIS SURVEY AND ACCOMPANYING REPORT HAS BEEN COMPLETED IN ACCORDANCE WITH TITLE 865-IAC 1-12-29 AND ALL OTHER AMENDMENTS THERETO.

THIS SURVEY VALID ONLY WITH ORIGINAL HAND AND/OR SEAL AND PAYMENT OF INVOICE
FIELD WORK COMPLETED ON 3-18-94 AND CERTIFIED THIS 4-18-94 BY: [Signature]
JOB NO. 9404-003 FOR LEON HABEGGER, ETAL / R. B. & B. PARTNERSHIP



SURVEY FOR:
R. B. & B. PARTNERSHIP
THE ENGLE RIDGE INDUSTRIAL PARK
SECTION 20, T30N, R12E,
ALLEN COUNTY, INDIANA

EXHIBIT A



RUSSELL ENGINEERING ASSOCIATES, INC.

KENNETH J. RUSSELL P.E. & R.L.S. JAMES L. RUSSELL P.E. & R.L.S.
2627 SCOTTSFOLD DRIVE FORT WAYNE, INDIANA 46808 (219) 482-6300

SURVEYORS REPORT

THE FOLLOWING OPINION IS SUBMITTED REGARDING THE THEORETICAL UNCERTAINTY (TU) IN THE CORNERS AND LINES ESTABLISHED ON THE ATTACHED SURVEY AS A RESULT OF UNCERTAINTIES AND/OR AMBIGUITIES IN THE REFERENCE MONUMENTS AND DESCRIPTIONS USED TO PERFORM SAME, ALL AS REQUIRED BY THE INDIANA LAND SURVEY STANDARDS SET OUT IN TITLE 364 IAC 1.1-1.3 AND 1991 AMENDMENTS THEREON.

DESCRIPTION (BRIEF):

Block 8, Section "B" except the South 760.5 feet of Engle Ridge Industrial Park, Section "B".

Also:

Block 3, Section "A" except the North 390.62 feet of Engle Ridge Industrial Park, Section "A".

REFERENCES:

1. Plat of Engle Ridge Industrial Park, Section "A", as recorded in Plat Record, 33 pages 46-48 in the Office of the Recorder, Allen County, Indiana.
2. Survey of North adjoiner by Russell Engineering Assoc., Inc. Job No. 9203-026.
3. Survey of South adjoiner by Russell Engineering Assoc., Inc. Job No. 9403-001.

EXISTING MONUMENTATION:

1. 3/4 inch rebar found at # 1
2. 1/2 inch rebar found at # 3, 5, 7 and 9
3. 1/2 inch rebar with 0011 cap found at # 10
4. Railroad spike found at # 2 and 4
5. P.K. nail found at # 6
6. 5/8 inch rebar with Ken Russell caps found at # 21, 22 and 23 (22 and 23 were found 1 foot South)

Monument Note:

All monuments were 0.1 feet below to 0.1 feet above grade.

CORNERS AND LINES WERE ESTABLISHED AS FOLLOWS:

1. All existing monumentation was checked and accepted except point # 1 which was disregarded due to distance and line, and corners 22 and 23 which were reset correctly 1.0 foot Northerly.
2. Corners 5A and 10A were set on line 5-7 and 10-9 at 19.5 feet South of # 5 and # 10.

CONCLUSIONS:

As a result of the above observation it is my opinion that maximum uncertainties in location of lines and corners established on this survey are as follows:

DUE TO VARIATION IN MONUMENTATION AND RECORDED DISTANCES:

0.10 feet in the North-South direction
0.66 feet in the East-West direction (Line 4-5)

DUE TO VARIATION IN MEASUREMENT: 0.10 feet in any direction.

COMMENT:

Corners 22 and 23 were found to have been incorrectly set 1 foot South of the Deed corner by this surveyor and were reset 1 foot North per original intent.

THE THEORETICAL UNCERTAINTY (TU) OF THIS SURVEY, DUE TO MEASUREMENT, IS CERTIFIED AS A CLASS "A" SURVEY IN ACCORDANCE WITH THE INDIANA LAND SURVEY STANDARDS.

THIS 18th OF April, 1994

JOB No. 9404-003

FOR THE USE OF: L.H. Carbide and Leon Habegger/ R.B. & B. Partnership

SHEET 2 OF 2

CIVIL ENGINEERS * LAND SURVEYORS * LAND PLANNERS

DIGEST SHEET

TITLE OF ORDINANCE: **Declaratory Resolution**

DEPARTMENT REQUESTING ORDINANCE: **Community Development Division**

SYNOPSIS OF ORDINANCE: **LH Carbide Corporation is requesting the designation of an Economic Revitalization Area for both real and personal property improvements in the amount of \$4,800,000. In order to expand, LH Carbide Corporation will construct a 25,000 square foot high-bay manufacturing facility and will renovate the existing manufacturing facility. They will also install and purchase new manufacturing equipment.**

EFFECT OF PASSAGE: **Installing new equipment and constructing the addition will allow LH Carbide Corporation to compete against competitors with more modern and efficient facilities. Eighteen full-time jobs will be created.**

EFFECT OF NON-PASSAGE: **Potential loss of development and eighteen full-time jobs.**

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS): **No expenditures of public funds required.**

ASSIGNED TO COMMITTEE (PRESIDENT): **Russ Jehl and John Crawford**

MEMORANDUM



TO: City Council
FROM: Adam Welch, Economic Development Specialist
DATE: February 28, 2014
RE: Request for designation by LH Carbide Corporation as an ERA for real and personal property improvements.

BACKGROUND

PROJECT ADDRESS:	4420 Clubview Drive	PROJECT LOCATED WITHIN:	Not Applicable
PROJECT COST:	\$ 4,800,000	COUNCILMANIC DISTRICT:	4

COMPANY PRODUCT OR SERVICE:	LH Carbide Corporation designs, manufactures, and repairs metal stamping dies, their components and controls, as well as spare parts for such dies. They also manufacture production tooling.
PROJECT DESCRIPTION:	LH Carbide Corporation will construct a 25,000 square foot high-bay manufacturing facility and will renovate the existing manufacturing facility. They will also install and purchase new manufacturing equipment valued at approximately \$3,200,000.

CREATED

RETAINED

JOBS CREATED (FULL-TIME):	18	JOBS RETAINED (FULL-TIME):	79
JOBS CREATED (PART-TIME):	0	JOBS RETAINED (PART-TIME):	0
TOTAL NEW PAYROLL:	\$1,197,500	TOTAL RETAINED PAYROLL:	\$5,449,569
AVERAGE SALARY (FULL-TIME NEW):	\$66,528	AVERAGE SALARY (FULL-TIME RETAINED):	\$68,982

COMMUNITY BENEFIT REVIEW

Yes ☒ No ☐ N/A ☐

Project will encourage vacant or under-utilized land appropriate for commercial or industrial use?

Yes ☒ No ☐ N/A ☐

Real estate to be designated is consistent with land use policies of the City of Fort Wayne?

Explain: Property to be designated is zoned IN2, a general industrial zoning classification. Use of property is consistent with land use policies of the City of Fort Wayne.

Yes ☒ No ☐ N/A ☐

Project encourages the improvement or replacement of a deteriorated or obsolete structure?

Yes ☒ No ☐ N/A ☐

Project encourages the improvement or replacement of obsolete manufacturing and/or research and development and/or information technology and/or logistical distribution equipment?

Yes ☐ No ☒ N/A ☐

Project will result in significant conversion of solid waste or hazardous waste into energy or other useful products?

Yes ☐ No ☒ N/A ☐

Project encourages preservation of an historically or architecturally significant structure?

Yes ☐ No ☒ N/A ☐

Construction will result in Leadership in Energy and Environmental Design (LEED) certification by the U.S. Green Building Council?

Yes ☒ No ☐ N/A ☐

Construction will use techniques to minimize impact on combined sewer overflows? (i.e. rain gardens, bio swales, etc.)

Yes ☒ No ☐ N/A ☐

ERA designation induces employment opportunities for Fort Wayne area residents?

Yes ☒ No ☐ N/A ☐

Taxpayer is NOT delinquent on any or all property tax due to any taxing jurisdiction within Allen County.

POLICY

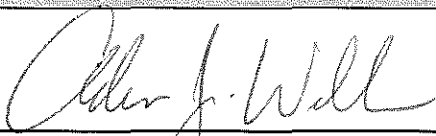
Per the policy of the City of Fort Wayne, the following guidelines apply to this project:

1. The period of deduction for real property is ten years.
2. The period of deduction for personal property is ten years.

Under Fort Wayne Common Council's tax abatement policies and procedures, LH Carbide Corporation is eligible for ten year deductions on real and personal property improvements. Attached is a spreadsheet that shows how the application scored under the review system. Also attached is an estimate of the taxes saved and paid over the length of the ten year deduction schedule.

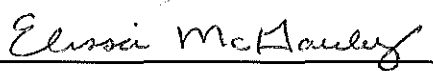
COMMENTS

Signed:



 Economic Development Specialist

Reviewed:



 Economic Development Specialist

COMMUNITY DEVELOPMENT DIVISION

Real Property Abatements

Tax Abatement Review System

	Points Possible	Points Awarded
INVESTMENT (30 points possible)		
Total new investment in real property (new structures and/or rehabilitation)		
Over \$1,000,000	10	10
\$500,000 to \$999,999	8	
\$100,000 to \$499,999	6	
Under \$100,000	4	
Investment per employee (both jobs created and retained)		
\$35,000 or more	10	
\$18,500 to \$34,999	8	
\$6,250 to \$18,499	6	6
\$1,250 to \$6,249	4	
less than \$1,250	2	
Estimated local income taxes generated from jobs retained		
\$80,000 or more	5	
\$30,000 to \$79,999	4	4
\$10,000 to \$29,999	3	
\$5,000 to \$9,999	2	
less than \$5,000	1	
Estimated local income taxes generated from jobs created (Double points for start-up)		
\$30,000 or more	5	
\$10,000 to \$29,999	4	4
\$5,000 to \$9,999	3	
\$3,000 to \$4,999	2	
less than \$3,000	1	

ECONOMIC BASE (20 points possible)

Location Quotient in designated Occupation Code (use majority Occupation Code of all created and retained jobs)		
Greater than 1.0	5	5
Estimated Percent of Business done outside Allen County		
Greater than 75%	15	15
50% to 74%	10	
25% to 49%	5	

JOBS (20 points possible)

Total number of permanent jobs retained		
Over 250	10	
100 to 249	8	
50 to 99	6	6
25 to 49	4	
10 to 24	2	
1 to 9	1	
Total number of permanent jobs created (Double for start-up)		
Over 100	10	
50-99	8	
25-49	6	
10-24	4	4
1 to 9	2	

WAGES (20 points possible)

Median salary of the jobs created and/or retained		
Over \$45,000	20	20
\$40,000 to \$44,999	16	
\$35,000 to \$39,999	12	
\$30,000 to 34,999	8	
\$25,000 to \$29,999	4	
under \$25,000	0	

BENEFITS (10 points possible)

Major Medical Plan	7	7
Pension, Tuition Reimbursement, Life Insurance, Dental Insurance,		
Disability Insurance,	3	3

SUSTAINABILITY

Construction uses green building techniques (ie LEED Certification)	5	0
Construction uses techniques to minimize impact on Combined Sewer Overflows (CSOs)	5	5

Total	89
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Length of Abatement

20 to 39 points - 3 year abatement
40 to 59 points - 5 year abatement
60 to 69 points - 7 year abatement
70 to 100 points - 10 year abatement

* If Average annual salary of the full-time jobs created by listed occupation is 10% or greater than the average salary for Allen County using current occupational employment statistics, then the applicant is eligible for an alternate deduction schedule.

Real Property Deduction Schedules	Alternative Deduction Real Property Schedules
10 year	10 Year
Year 1: 100%	Year 1: 100%
Year 2: 95%	Year 2: 100%
Year 3: 80%	Year 3: 100%
Year 4: 65%	Year 4: 100%
Year 5: 50%	Year 5: 100%
Year 6: 40%	Year 6: 90%
Year 7: 30%	Year 7: 80%
Year 8: 20%	Year 8: 65%
Year 9: 10%	Year 9: 50%
Year 10: 5%	Year 10: 40%
Year 11: 0%	
7 year	7 Year
Year 1: 100%	Year 1: 100%
Year 2: 85%	Year 2: 100%
Year 3: 71%	Year 3: 100%
Year 4: 57%	Year 4: 100%
Year 5: 43%	Year 5: 100%
Year 6: 29%	Year 6: 71%
Year 7: 14%	Year 7: 43%
Year 8: 0%	
5 year	
Year 1: 100%	
Year 2: 80%	
Year 3: 60%	
Year 4: 40%	
Year 5: 20%	
Year 6: 0%	
3 year	
Year 1: 100%	
Year 2: 66%	
Year 3: 33%	
Year 4: 0%	

Personal Property Abatements

Tax Abatement Review System

Points Possible	Points Awarded
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INVESTMENT (30 points possible)**Total new investment in equipment**

Over \$5,000,000	10	
\$1,000,000 to \$4,999,999	8	8
\$500,000 to \$999,999	6	
\$0 to \$499,999	4	

Investment per employee (both jobs created and retained)

\$35,000 or more	10	
\$18,500 to \$34,999	8	8
\$6,250 to \$18,499	6	
\$1,250 to \$6,249	4	
less than \$1,250	2	

Estimated local income taxes generated from jobs retained

\$80,000 or more	5	
\$30,000 to \$79,999	4	4
\$10,000 to \$29,999	3	
\$5,000 to \$9,999	2	
less than \$5,000	1	

Estimated local income taxes generated from jobs created (Double points for start-up)

\$30,000 or more	5	
\$10,000 to \$29,999	4	4
\$5,000 to \$9,999	3	
\$3,000 to \$4,999	2	
less than \$3,000	1	

ECONOMIC BASE (20 points possible)**Location Quotient in designated Occupation Code**

(use majority Occupation Code of all created and retained jobs)

Greater than 1.0	5	5
------------------	---	---

Estimated Percent of Business done outside**Allen County**

Greater than 75%	15	15
50% to 74%	10	
25% to 49%	5	

JOBS (20 points possible)**Total number of permanent jobs retained**

Over 250	10	
100 to 249	8	
50 to 99	6	6
25 to 49	4	
10 to 24	2	
1 to 9	1	

Total number of permanent jobs created (Double for start-up)

Over 100	10	
50-99	8	
25-49	6	
10-24	4	4
1 to 9	2	

WAGES (20 points possible)**Median salary of the jobs created and/or retained**

Over \$45,000	20	20
\$40,000 to \$44,999	16	
\$35,000 to \$39,999	12	
\$30,000 to \$34,999	8	
\$25,000 to \$29,999	4	
under \$25,000	0	

BENEFITS (10 points possible)

Major Medical Plan	7	7
Pension, Tuition Reimbursement, Life Insurance, Dental Insurance, Disability Insurance,	3	3

SUSTAINABILITY

Construction uses green building techniques (ie LEED Certification)	5
Construction uses techniques to minimize impact on Combined Sewer Overflows (CSOs)	5

Total	84
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Length of Abatement

20 to 39 points - 3 year abatement
 40 to 59 points - 5 year abatement
 60 to 69 points - 7 year abatement
 70 to 100 points - 10 year abatement

* If Average annual salary of the full-time jobs created by listed occupation is 10% or greater than the average salary for Allen County using current occupational employment statistics, then the applicant is eligible for an alternate deduction schedule.

Personal Property Deduction Schedules	Alternative Deduction Personal Property Schedules
10 year	10 Year
Year 1: 100%	Year 1: 100%
Year 2: 90%	Year 2: 100%
Year 3: 80%	Year 3: 100%
Year 4: 70%	Year 4: 100%
Year 5: 60%	Year 5: 100%
Year 6: 50%	Year 6: 90%
Year 7: 40%	Year 7: 80%
Year 8: 30%	Year 8: 65%
Year 9: 20%	Year 9: 50%
Year 10: 10%	Year 10: 40%
Year 11: 0%	
7 year	7 Year
Year 1: 100%	Year 1: 100%
Year 2: 85%	Year 2: 100%
Year 3: 71%	Year 3: 100%
Year 4: 57%	Year 4: 100%
Year 5: 43%	Year 5: 100%
Year 6: 29%	Year 6: 71%
Year 7: 14%	Year 7: 43%
Year 8: 0%	
5 year	
Year 1: 100%	
Year 2: 80%	
Year 3: 60%	
Year 4: 40%	
Year 5: 20%	
Year 6: 0%	
3 year	
Year 1: 100%	
Year 2: 66%	
Year 3: 33%	
Year 4: 0%	

POOL #2 FORT WAYNE COMMUNITY DEVELOPMENT DIVISION TAX ABATEMENT - ESTIMATE OF SAVINGS

*New tax abatement percentages have been changed to reflect change in state law

PERSONAL PROPERTY TAX ABATEMENT - 10 yr Schedule

Year	True Cash Value	"Pool 2"	True Tax Value	Assessed Value	Tax Abatement %	Tax Paid %	Deduction	Taxable A V	Tax Rate	Tax Paid	Tax Saved
1	\$3,200,000	40%	\$1,280,000	\$1,280,000	100%	0%	\$1,280,000	\$0	0.033124	\$0	\$42,399
2	\$3,200,000	56%	\$1,792,000	\$1,792,000	90%	10%	\$1,612,800	\$179,200	0.033124	\$5,936	\$53,422
3	\$3,200,000	42%	\$1,344,000	\$1,344,000	80%	20%	\$1,075,200	\$268,800	0.033124	\$8,904	\$35,615
4	\$3,200,000	32%	\$1,024,000	\$1,024,000	70%	30%	\$716,800	\$307,200	0.033124	\$10,176	\$23,743
5	\$3,200,000	30%	\$960,000	\$960,000	60%	40%	\$576,000	\$384,000	0.033124	\$12,720	\$19,079
6	\$3,200,000	30%	\$960,000	\$960,000	50%	50%	\$480,000	\$480,000	0.033124	\$15,900	\$15,900
7	\$3,200,000	30%	\$960,000	\$960,000	40%	60%	\$384,000	\$576,000	0.033124	\$19,079	\$12,720
8	\$3,200,000	30%	\$960,000	\$960,000	30%	70%	\$288,000	\$672,000	0.033124	\$22,259	\$9,540
9	\$3,200,000	30%	\$960,000	\$960,000	20%	80%	\$192,000	\$768,000	0.033124	\$25,439	\$6,360
10	\$3,200,000	30%	\$960,000	\$960,000	10%	90%	\$96,000	\$864,000	0.033124	\$28,619	\$3,180
11	\$3,200,000	30%	\$960,000	\$960,000	0%	100%	\$0	\$960,000	0.033124	\$31,799	\$0
TOTAL TAX SAVED (10 yrs on 10 yr deduction)											<u>\$221,957</u>
TOTAL TAX PAID (10 yrs on 10 yr deduction)											<u>\$149,032</u>

NOTE: Above calculations assume a constant tax rate over the abatement period. Time value of money is not considered.

REAL PROPERTY TAX ABATEMENT - 10 yr Schedule

Year	Cash Value	True Tax Value	Assessed Value	Tax Abatement %	Tax Paid %	Deduction	Taxable AV	Tax Rate	Tax Paid	Tax Saved
1	\$1,600,000	\$1,600,000	\$1,600,000	100%	0%	\$1,600,000	\$0	0.033124	\$0	\$52,998
2	\$1,600,000	\$1,600,000	\$1,600,000	95%	5%	\$1,520,000	\$80,000	0.033124	\$2,650	\$50,348
3	\$1,600,000	\$1,600,000	\$1,600,000	80%	20%	\$1,280,000	\$320,000	0.033124	\$10,600	\$42,399
4	\$1,600,000	\$1,600,000	\$1,600,000	65%	35%	\$1,040,000	\$560,000	0.033124	\$18,549	\$34,449
5	\$1,600,000	\$1,600,000	\$1,600,000	50%	50%	\$800,000	\$800,000	0.033124	\$26,499	\$26,499
6	\$1,600,000	\$1,600,000	\$1,600,000	40%	60%	\$640,000	\$960,000	0.033124	\$31,799	\$21,199
7	\$1,600,000	\$1,600,000	\$1,600,000	30%	70%	\$480,000	\$1,120,000	0.033124	\$37,099	\$15,900
8	\$1,600,000	\$1,600,000	\$1,600,000	20%	80%	\$320,000	\$1,280,000	0.033124	\$42,399	\$10,600
9	\$1,600,000	\$1,600,000	\$1,600,000	10%	90%	\$160,000	\$1,440,000	0.033124	\$47,699	\$5,300
10	\$1,600,000	\$1,600,000	\$1,600,000	5%	95%	\$80,000	\$1,520,000	0.033124	\$50,348	\$2,650
11	\$1,600,000	\$1,600,000	\$1,600,000	0%	100%	\$0	\$1,600,000	0.033124	\$52,998	\$0
TOTAL TAX SAVED REAL PROPERTY (10 yrs on 10 yr deduction)										<u>\$262,342</u>
TOTAL TAX PAID REAL PROPERTY (10 yrs) (10 yrs on 10 yr deduction)										<u>\$267,642</u>
TOTAL TAX SAVED MACHINERY & BUILDING (10 yrs on 10 yr deduction)										<u>\$484,299</u>
TOTAL TAX PAID MACHINERY & BUILDING (10 yrs on 10 yr deduction)										<u>\$416,673</u>

NOTE: Above calculations assume a constant tax rate over the abatement period. Time value of money is not considered.