

A CONFIRMING RESOLUTION designating an "Economic Revitalization Area" under I.C. 6-1.1-12.1 for property commonly known as 613 High Street, Fort Wayne, Indiana 46808 (CPI Card Group, Inc.)

WHEREAS, Common Council has previously designated and declared by Declaratory Resolution the following described property as 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 14 full-time, permanent jobs for a total additional annual payroll of \$338,000, with the average new annual job salary being \$24,143 and retain 123 full-time and two part-time, permanent jobs for a current annual payroll of \$4,843,859, with the average current annual job salary being \$38,751; and

WHEREAS, the total estimated project cost is \$3,384,500; and

WHEREAS, a recommendation has been received from the Committee on Finance concerning said Resolution; and

WHEREAS, notice of the adoption and substance of said Resolution has been published in accordance with I.C. 6-1.1-12.1-2.5 and I.C. 5-3-1 and a public hearing has been conducted on said Resolution.

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

SECTION 1. That, the Resolution previously designating the above described property as an "Economic Revitalization Area" is confirmed in all respects.

SECTION 2. That, the hereinabove described property is hereby declared an "Economic Revitalization Area" pursuant to I.C. 6-1.1-12.1, said designation to begin on the effective date 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 3. That, said designation of the hereinabove described property as an "Economic Revitalization Area" shall apply to a deduction of the assessed value of real estate and personal property for new manufacturing and information technology equipment.

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

SECTION 5. The current year approximate tax rates for taxing units within the City would be:

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

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

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

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

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

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

SECTION 6. 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 that the deduction from the assessed value of the new manufacturing and information technology equipment shall be for a period of ten years.

SECTION 7. 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 8. For new manufacturing and information technology equipment, a deduction application must contain a performance report showing the extent to which there has been compliance with the Statement of Benefits form approved by the Fort Wayne Common Council at the time of filing. This report must be submitted to the Allen County Auditor's Office, and the City of Fort Wayne's Community Development Division and must be included with the deduction application. For subsequent years, the performance report must be updated and submitted along with the deduction application at the time of filing.

SECTION 9. For real property, a deduction application must contain a performance report showing the extent to which there has been compliance with the Statement of Benefits form approved by the Fort Wayne Common Council at the time of filing. This report must be submitted to the Allen County Auditor's Office and the City of Fort Wayne's Community Development Division and must be included in the deduction application. For subsequent years, the performance report must be updated each year in which the deduction is applicable at the same time the property owner is required to file a personal property tax return in the taxing district in which the property for which the deduction was granted is

1 located. If the taxpayer does not file a personal property tax return in the taxing district in which the
2 property is located, the information must be provided by May 15.

3 **SECTION 10.** The performance report must contain the following information:

- 4 . The cost and description of real property improvements and/or new manufacturing and
5 information technology equipment acquired.
- 6 . The number of employees hired through the end of the preceding calendar year as a result of
7 the deduction.
- 8 . The total salaries of the employees hired through the end of the preceding calendar year as a
9 result of the deduction.
- 10 . The total number of employees employed at the facility receiving the deduction.
- 11 . The total assessed value of the real and/or personal property deductions.
- 12 . The tax savings resulting from the real and/or personal property being abated.

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

15 **SECTION 12.** That, pursuant to I.C. 6-1.1-12.1-12 et al, any property owner that has received a
16 deduction under section 3 or 4.5 of this chapter may be required to repay the deduction amount as
17 determined by the county auditor in accordance with section 12 of said chapter if the property owner
18 ceases operations at the facility for which the deduction was granted and if the Common Council finds that
19 the property owner obtained the deduction by intentionally providing false information concerning the
20 property owner's plans to continue operation at the facility.

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

23 _____
24 Member of Council

25 APPROVED AS TO FORM A LEGALITY

26 _____
27 Carol Helton, City Attorney

Admn. Appr. _____

DIGEST SHEET

TITLE OF ORDINANCE: **Confirming Resolution**

DEPARTMENT REQUESTING ORDINANCE: **Community Development Division**

SYNOPSIS OF ORDINANCE: **This is to confirm the designation of an Economic Revitalization Area for CPI Card Group, Inc. for both real and personal property improvements in the amount of \$3,384,500. CPI Card Group, Inc. will construct a 4,400 square foot addition to its existing facility. The company will also purchase manufacturing and information technology equipment.**

EFFECT OF PASSAGE: **To remain competitive and to continue to grow, CPI Card Group, Inc. will expand its existing facility as well as purchase new personal property for its near downtown operation. 14 full-time jobs will be created as a result of the project**

EFFECT OF NON-PASSAGE: **Potential loss of development and 14 full-time jobs**

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

ASSIGNED TO COMMITTEE (CO-CHAIRS): **Russell Jehl and John Crawford**

EXHIBIT A

Exhibit "A"
Legal Description of the Real Estate

Parcel 1:

The West 52 feet of Lot #1 in Pape's Addition to the City of Fort Wayne, Allen County, Indiana, as recorded in Deed Record 48, page 256.

Parcel 2:

That part of Hanna's Out Lot Numbered 13 in the Fractional Northwest Quarter of Section 2, Township 30 North, Range 12 East, as recorded in Deed Record F, page 477 and described as follows:

Commencing at the intersection of the South line of High Street and the East line of said Out Lot; thence South on the East line of said Out Lot 143 feet; thence West parallel with High Street, 40 feet; thence North parallel with the East line of said Out Lot 143 feet to the South line of High Street; thence East on the South line of High Street to the place of beginning, also known as the East 40 feet of Lot #1 as shown on a survey of the North part of Out Lot 13 Samuel Hanna's Subdivision of the Northwest Fractional Quarter of Section 2, Township 30 North, Range 12 East, surveyed at the instance of Charles Pape and others and recorded in Deed Record 48, page 256 of the records in the Recorder's Office of Allen County, Indiana.

Parcel 3:

The North 144.0 feet of all that part of Hanna's OutLot numbered 14, in Section 2, Township 30 North, Range 12 East, as recorded in Deed Record F, page 477 in the City of Fort Wayne, Indiana, that lies South of the South line of High Street in said City of Fort Wayne, Indiana.

Parcel 4:

The North 144.0 feet of Lot Number 13 in McCulloch's Subdivision, and lying South of the South line of High Street as presently established (40 feet wide) of the North part of Hanna's OutLots 15 and 16, an addition to the City of Fort Wayne, according to the plat thereof, recorded in Deed Record W, page 120, in the Office of the Recorder of Allen County, Indiana.