

CONFIRMING RESOLUTION NO. R-_____

**A CONFIRMING RESOLUTION designating an
"Economic Revitalization Area" under I.C. 6-1.1-
12.1 for property commonly known as 1430
Progress Road, Fort Wayne, Indiana 46808
(Precision Products 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 11 full-time, permanent jobs for a total new, annual payroll of \$446,000, with the average new annual job salary being \$40,545 and retain 54 full-time, permanent jobs for a total current annual payroll of \$2,061,445 with the average current, annual job salary being \$38,175; and

WHEREAS, the total estimated project cost is \$495,000; and

WHEREAS, a recommendation has been received from the Committee on Finance on 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.

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

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

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

- 14 (a) If the proposed new manufacturing and new information technology equipment
15 improvements are not installed, the approximate current year tax rates for this site
16 would be \$3.3722/\$100.
- 17 (b) If the proposed new manufacturing and new information technology equipment
18 improvements are installed and no deduction is granted, the approximate current year
19 tax rate for the site would be \$3.3722/\$100 (the change would be negligible).
- 20 (c) If the proposed new manufacturing and new information technology equipment
21 improvements are installed, and a deduction percentage of eighty percent (80%) is
22 assumed, the approximate current year tax rate for the site would be \$3.3722/\$100
23 (the change would be negligible).

24 **SECTION 6.** Pursuant to I.C. 6-1.1-12.1, it is hereby determined that the
25 deduction from the assessed value of the new manufacturing and new information
26 technology equipment improvements shall be for a period of seven years.

27 **SECTION 7.** The deduction schedule from the assessed value of new
28 manufacturing and new information technology equipment improvements pursuant to I.C.
29 6-1.1-12.1-17 shall look like this:

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Year of Deduction	Percentage
Year 1	100%

Year 2	85%
Year 3	71%
Year 4	57%
Year 5	43%
Year 6	29%
Year 7	14%
Year 8	0%

SECTION 8. 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 9. For new manufacturing and new information technology equipment improvements, 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 10. The performance report must contain the following information

- (a) The cost and description of new real property improvements and/or new manufacturing and new technology equipment acquired.
- (b) The number of employees hired through the end of the preceding calendar year as a result of the deduction.
- (c) The total salaries of the employees hired through the end of the preceding calendar year as a result of the deduction.
- (d) The total number of employees employed at the facility receiving the deduction.
- (e) The total assessed value of the real and/or personal property deductions.
- (f) The tax savings resulting from the real and/or personal property being abated.

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

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

8 **SECTION 13.** That, this Resolution shall be in full force and effect from and after
9 its passage and any and all necessary approval by the Mayor.
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11 _____
12 Member of Council

13 APPROVED AS TO FORM AND LEGALITY

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15 Carol Helton, City Attorney
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EXHIBIT A

LEGAL DESCRIPTION

**Parcel Number 02-07-22-403-006.000-073 5-22-1-150 E200 of W506.2
of S270 of N807 SE1/4 Sec 22**

**Parcel Number 02-07-22-403-007.000-073 5-22-1-151 S 270 of N 807
OF E 160.1 OF W666.7FT SE 1/4 SEC 22**

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 Precision Products Group, Inc. for personal property improvements in the amount of \$495,000. Precision Products Group, Inc. will purchase and install new manufacturing and new information and technology equipment.**

EFFECT OF PASSAGE: **11 new full-time jobs will be created and new manufacturing and new information and technology equipment will be purchased and installed.**

EFFECT OF NON-PASSAGE: **Potential loss of investment and 11 new full-time jobs**

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

ASSIGNED TO COMMITTEE (CO-CHAIRS): **Glynn Hines and John Crawford**