RESOLUTION NO. R-CC-15-3

RESOLUTION APPROVING TAX ABATEMENT FOR CERTAIN PERSONAL PROPERTY FOR ATTC MANUFACTURING, INC.

WHEREAS, the Perry County Council ("County Council") has been advised by ATTC Manufacturing, Inc. ("ATTC") of a proposal by ATTC to purchase and install 1 rear rotor machine line/cell including tooling and various other manufacturing equipment in the sum of $2,000,000.00 at its plant located at 10455 State Road 37 near Tell City, Indiana in Perry County, Indiana known as Perry County Industrial Park South in Troy Township which was previously designated as an Economic Revitalization Area by Resolution No. R-CC-12-1 on April 26, 2012 which was later confirmed by the same Council at a separate meeting on May 24, 2012; and

WHEREAS, ATTC anticipates the need of the aforementioned equipment in order to increase its production at the above facility and has submitted documents, including Statement of Benefits, to the County Council in the form attached hereto as Exhibit "A" and incorporated herein by reference; and

WHEREAS, the County Council has reviewed the Statement of Benefits including Exhibit "A" and other information brought to its attention, and hereby determines that it is in the best interest of the county that the deductions under I.C. § 6-1.1-12.1-4.5 should be allowed based on the following findings:

1. The estimate of the value of the installed personal property of Two Million Dollars is reasonable for projects of this nature and the estimate of the cost of that installation.

2. The estimated number of two (2) individuals to be added to the payroll of ATTC with total annual salaries of approximately $50,000.00.

3. The estimated number of two (2) individuals whose employment will be created can be reasonably expected to result from the proposed purchase and installation of the above equipment.

4. The estimate of the annual salaries for those two (2) individuals whose employment will be created can be reasonably expected to result from the proposed purchase and installation of the above equipment.

5. The number of individual opportunities for employment, both temporary and permanent, and the compensation to be paid to the employees, along with the value of the acquisition and installation of the equipment, create benefits of the type and quality anticipated by the County Council within the Economic Revitalization Area and can reasonably be expected to result from the proposed described purchase and installation.

6. The totality of benefits is sufficient to justify the deductions.

WHEREAS, the County Council hereby finds that the purpose of I.C. § 6-1.1-12.1 et seq. is served by allowing ATTC the deductions provided by I.C. § 6-1.1-12.1-4.5 for a period of ten years from 2018 through 2027 as authorized by I.C. § 6-1.1-12.1-17.

NOW, THEREFORE, BE IT RESOLVED by the Perry County Council that:

1. ATTC as the owner of property within the previously approved Economic Revitalization Area shall be entitled to the deductions provided by I.C. § 6-1.1-12.1-4.5 for a period of ten years with respect to the equipment which is to be purchased and installed in the plant. ATTC shall receive a deduction of 100% for the first year, 90% for the second year, 80% for the third year, 70% for the fourth year, 60% for the fifth year, 50% for the sixth year, 40% for the seventh year, 30% for the eighth year, 20% for the ninth year, and 10% for the tenth year.

2. The Statement of Benefits submitted by ATTC is hereby approved.

3. Notice of the adoption and substance of this Resolution and all other disclosures required by I.C. § 6-1.1-12.1-2.5 shall be duly published in accordance with I.C. § 5-3-1 which notice shall state a date for public hearing on this Resolution and that on that date, after hearing any objections and remonstrances and considering any evidence thereon, this County Council will take final action in determining whether the tax abatement for the purchase and installation of the aforementioned equipment have been met and confirming, modifying and confirming or rescinding this resolution.

A copy of the above-referenced notice and copy of the Statement of Benefits included as Exhibit "A" shall be filed with the officers of each county office that has authority to levy property taxes in that geographic area which has been previously designated as an economic revitalization area at least ten days prior to the public hearing on this resolution.

ADOPTED this 25th day of June, 2015 by the Perry County Council, Perry County, Indiana.

Steve Goodan

Ron Crawford Sr.

John J. Taylor

James L. Adams

Jody French

Larry Bilderback

STATEMENT OF BENEFITS
PERSONAL PROPERTY

State Form 51764 (R3 / 12-13)
Prescribed by the Department of Local Government Finance

FORM SB-1 / PP

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)*

SECTION 1 TAXPAYER INFORMATION

Name of taxpayer	Name of contact person
ATTC Manufacturing, Inc.	Jeff Jones Assistant General Manager Corporate Planning Dept.

Address of taxpayer *(number and street, city, state, and ZIP code)*	Telephone number
10455 State Road 37, Tell City, IN 47586	(812) 547-5060

SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT

Name of designating body	Resolution number (s)
Perry County Council	

Location of property	County	DLGF taxing district number
10455 SR 37, Tell City, IN 46586, Perry County Industrial Park South	Perry County	62006

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.)*

1 Rear Rotor Machine Line/Cell Including tooling and Various other manufacturing equipment - $2,00,000

	ESTIMATED START DATE	ESTIMATED COMPLETION DATE
Manufacturing Equipment	11/15/2015	06/15/2016
R & D Equipment		
Logist Dist Equipment		
IT Equipment		

SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT

Current number	Salaries	Number retained	Salaries	Number additional	Salaries
492	22,753,213	492	22,753,213	2	50,000

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	166,925,242	39,205,660						
Plus estimated values of proposed project	2,000,000	620,000						
Less values of any property being replaced								
Net estimated values upon completion of project	168,925,242	39,825,660						

SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER

Estimated solid waste converted (*pounds*) _____ Estimated hazardous waste converted (*pounds*) _____

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)*
	6/17/2015

Printed name of authorized representative	Title
TAKASHI NIIMI	Secretary/Treasurer

FOR USE OF THE DESIGNATING BODY

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2.

A. The designated area has been limited to a period of time not to exceed 10 calendar years * *(see below)*. The date this designation expires is 2026.

B. The type of deduction that is allowed in the designated area is limited to:

1. Installation of new manufacturing equipment;	☒ Yes	☐ No
2. Installation of new research and development equipment;	☐ Yes	☒ No
3. Installation of new logistical distribution equipment.	☐ Yes	☒ No
4. Installation of new information technology equipment;	☐ Yes	☒ No

C. The amount of deduction applicable to new manufacturing equipment is limited to $ 2,000,000 cost with an assessed value of $ 620,000.

D. The amount of deduction applicable to new research and development equipment is limited to $ 0 cost with an assessed value of $ 0.

E. The amount of deduction applicable to new logistical distribution equipment is limited to $ 0 cost with an assessed value of $ 0.

F. The amount of deduction applicable to new information technology equipment is limited to $ 0 cost with an assessed value of $ 0.

G. Other limitations or conditions *(specify)* _____

H. The deduction for new manufacturing equipment and/or new research and development equipment and/or new logistical distribution equipment and/or new information technology equipment installed and first claimed eligible for deduction is allowed for:

☐ Year 1 ☐ Year 2 ☐ Year 3 ☐ Year 4 ☐ Year 5 (see below *)
☐ Year 6 ☐ Year 7 ☐ Year 8 ☐ Year 9 ☒ Year 10

I. For a Statement of Benefits approved after June 30, 2013, did this designating body adopt an abatement schedule per IC 6-1.1-12.1-17? ☐ Yes ☐ No
If yes, attach a copy of the abatement schedule to this form.
If no, the designating body is required to establish an abatement schedule before the deduction can be determined.

Also we have reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved by: *(signature and title of authorized member of designating body)*	Telephone number	Date signed *(month, day, year)*
X Steve Goodson	(812) 547-6427	6-25-15
Printed name of authorized member of designating body	**Name of designating body**	
Steve Goodson	County Council President	
Attested by: *(signature and title of attester)*	**Printed name of attester**	
Pamela L. Goffinet	Pamela L. Goffinet	

* If the designating body limits the time period during which an area is an economic revitalization area, that limitation does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years that is less than the number of years designated under IC 6-1.1-12.1-17.

IC 6-1.1-12.1-17
Abatement schedules
Sec. 17. (a) A designating body may provide to a business that is established in or relocated to a revitalization area and that receives a deduction under section 4 or 4.5 of this chapter an abatement schedule based on the following factors:
(1) The total amount of the taxpayer's investment in real and personal property.
(2) The number of new full-time equivalent jobs created.
(3) The average wage of the new employees compared to the state minimum wage.
(4) The infrastructure requirements for the taxpayer's investment.
(b) This subsection applies to a statement of benefits approved after June 30, 2013. A designating body shall establish an abatement schedule for each deduction allowed under this chapter. An abatement schedule must specify the percentage amount of the deduction for each year of the deduction. An abatement schedule may not exceed ten (10) years.
(c) An abatement schedule approved for a particular taxpayer before July 1, 2013, remains in effect until the abatement schedule expires under the terms of the resolution approving the taxpayer's statement of benefits.