RESOLUTION NO. 29, 2006

WHEREAS, the Common Council of the City of Valparaiso, Indiana has designated certain real estate within the City of Valparaiso, Indiana as an Economic Revitalization Area by the adoption of the Resolution No. 9, 1992 on June 22, 1992; and

WHEREAS, said Resolution No. 9, 1992, was confirmed by Resolution No. 10, 1992 on July 13, 1992 pursuant to Indiana code 6-1.1-12.1 et. seq.; and

WHEREAS, Resolution No. 10, 1992 remains in full force and effect; and

WHEREAS, Resolution No. 12, 1995 extended the time period for use of tax abatement from December 31, 1995 to December 31, 2006

WHEREAS, Task Force Tips, Inc. has petitioned the City of Valparaiso, Indiana for personal property tax deductions pursuant to Indiana Code 6-1.1-12.1 et. seq. for the purchase of new manufacturing machinery totaling Eight Hundred Thirty Thousand Dollars ($830,000) to be located at Task Force Tips, Inc., 2800 East Evans Avenue, Valparaiso, Indiana; and

NOW, THEREFORE BE IT RESOLVED, The Common Council of the City of Valparaiso hereby grant a personal property tax deduction for the purchase of machinery to be housed in said facility pursuant to law for a period of seven (7) years to Task Force Tips, Inc. This action by the Common Council is based upon the following findings that were made by this Council after reviewing a statement of benefits as presented by the applicants. Council finds that:

(1) That the application of Task Force Tips, Inc. meets the requirement for Filing of tax abatement.

(2) That Task Force Tips, Inc. is hereby granted deduction of an amount not to exceed Twenty Three Thousand Seven Hundred Forty Six Dollars ($23,746).

(3) That the final determination of the amount of deduction shall be made by the appropriate County and State agencies.

(4) That said deductions for new production equipment shall be for a period of seven (7) years.

BE IT ALSO RESOLVED, that pursuant to Indiana Code 6-1.1-12.1-14, each year the Company's personal property tax liability is reduced by a deduction under Indiana Code 6-1.1-12.1 that is approved by the City Council in the resolution, the Company shall pay to the Porter County Treasurer a fee in the amount computed and determined by the Porter County Auditor pursuant to the provisions of subsection (c) of Indiana Code 6-1.1-12.1-14 (the "fee"). Fifteen percent (15%) shall be the percentage to be applied by the Porter County Auditor for purposes of STEP TWO of subsection © of Indiana Code 6-1.1-12.1-14. Accordingly, for each year the Fee is payable by the Company, the Fee shall be the lesser of One Hundred Thousand Dollars ($100,000) or Fifteen Percent (15%) of the additional amount of personal property taxes that would have been paid by the Company during the year if the deductions approved in the Resolution had not been in effect (*i.e.* 15% of the Company's personal property tax savings attributable to a deduction from the assessed value of any of the New Equipment for that year).

The Fee will be distributed to the City of Valparaiso Redevelopment Commission (the "Redevelopment Commission") pursuant to the Resolution. The Company hereby expressly consents to the Fee, the incorporation of Indiana Code 6-1.1-12.1-14 into the Resolution, and the percentage (*i.e.* 15%) to be applied by the Porter County Auditor for purposes of STEP TWO of subsection (c) of Indiana Code 6-1.1-12.1-14.

ADOPTED this 18th day of December 2006 by a vote of all members present and voting.

John Bowker

Joey Larr

Robert McCasland

Chuck Williams

Jan Dick

Edward Howe

Al Eisenmenger

Jon Costas, Mayor

ATTEST:

Sharon Swihart, Clerk-Treasurer