

RESOLUTION NO. 27-2006

**A RESOLUTION GRANTING
TAX ABATEMENT FOR PERSONAL PROPERTY**

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;

NOW, THEREFORE BE IT RESOLVED, The Common Council of the City of Valparaiso hereby grants a personal property tax deduction for **Personal Property** (new equipment) for a period of **TEN (10)** years to **Pratt Industries, Inc.** This action by the by the Common Council is based upon the following findings which were made by this Council after reviewing a statement of benefits as presented by the applicants. Council finds that:

1. That the application of **Pratt Industries, Inc.** meets the requirements for filing of tax abatement.
2. That **Pratt Industries, Inc.** is hereby granted deduction for new Equipment costing \$2,821,885.
3. That said deductions for purchase of manufacturing equipment shall be for a period of ^{nine} ~~Ten~~ ⁹ (10) years. The proposed amount of the deduction is not to exceed \$132,000
4. That the final determination of the amount of deduction shall be made by the appropriate County and State agencies.

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 13th day of Nov, 2006 by a 6 vote in favor and 0 vote opposed of all members present and voting.

D. Joe Larr
Joe Larr

ABSENT
Ed Howe

John Bowker
John Bowker

Chuck Williams
Chuck Williams

Al Eisenmenger
Al Eisenmenger

Robert McCasland
Robert McCasland

Jan M. Dick
Jan M. Dick

Jon Costas
Jon Costas, Mayor

ATTEST:

Sharon Swihart
Sharon Swihart, Clerk-Treasurer