

**A DECLARATORY RESOLUTION designating an
"Economic Revitalization Area" under I.C. 6-1.1-
12.1 for property commonly known as 3904
Ferguson Rd., Fort Wayne, Indiana 46809
(International Paper Company)**

WHEREAS, Petitioner has duly filed its petition dated December 21, 2012 to have the following described property designated and declared 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 retain 104 full-time, permanent jobs for a total current annual payroll of \$4,627,000, with the average current, annual job salary being \$44,490; and

WHEREAS, the total estimated project cost is \$6,400,000; and

WHEREAS, it appears the said petition should be processed to final determination in accordance with the provisions of said Division 6.

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

SECTION 1. That, subject to the requirements of Section 6, below, the property hereinabove described is hereby designated and declared an "Economic Revitalization Area" under I.C. 6-1.1-12.1. Said designation shall begin upon the effective date of the Confirming Resolution referred to in Section 6 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 2. That, upon adoption of the Resolution:

- (a) Said Resolution shall be filed with the Allen County Assessor;
- (b) Said Resolution shall be referred to the Committee on Finance requesting a recommendation from said committee concerning the advisability of designating the above area an "Economic Revitalization Area";
- (c) Common Council shall publish notice in accordance with I.C. 6-1.1-12.1-2.5 and I.C. 5-3-1 of the adoption and substance of this resolution and setting this designation as an "Economic Revitalization Area" for public hearing;

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

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

9 **SECTION 5.** That, the current year approximate tax rates for taxing units within
10 the City would be:

11 (a) If the proposed new manufacturing equipment is not installed, the approximate
12 current year tax rates for this site would be \$2.7023/\$100.

13 (b) If the proposed new manufacturing equipment is installed and no deduction is
14 granted, the approximate current year tax rate for the site would be
15 \$2.7023/\$100 (the change would be negligible).

16 (c) If the proposed new manufacturing equipment is installed and a deduction
17 percentage of eighty percent (80%) is assumed, the approximate current year
18 tax rate for the site would be \$2.7023/\$100 (the change would be negligible).

19 **SECTION 6.** That, this Resolution shall be subject to being confirmed, modified
20 and confirmed, or rescinded after public hearing and receipt by Common Council of the
21 above described recommendations and resolution, if applicable.

22 **SECTION 7.** That, pursuant to I.C. 6-1.1-12.1, it is hereby determined that the
23 deduction from the assessed value of the new manufacturing equipment shall be for a period
24 of ten years.


25 **SECTION 8.** That, the benefits described in the Petitioner's Statement of Benefits
26 can be reasonably expected to result from the project and are sufficient to justify the
27 applicable deductions.

28 **SECTION 9.** That, the taxpayer is non-delinquent on any and all property tax due
29 to jurisdictions within Allen County, Indiana.

30 **SECTION 10.** That, pursuant to I.C. 6-1.1-12.1-12 et al, any property owner that
has received a deduction under section 3 or 4.5 of said chapter may be required to repay the
deduction amount as determined by the county auditor in accordance with section 12 of said
chapter if the property owner ceases operations at the facility for which the deduction was
granted and if the Common Council finds that the property owner obtained the deduction by
intentionally providing false information concerning the property owner's plans to continue
operation at the facility.

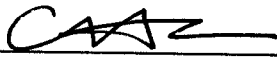
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SECTION 11. That, this Resolution shall be in full force and effect from and after its passage and any and all necessary approval by the Mayor.



Member of Council

APPROVED AS TO FORM AND LEGALITY



Carol Helton, City Attorney

Read the first time in full and on motion by Crawford and duly adopted, read the second time by title and referred to the Committee on Finance (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at Room 030 - Council Discussion Garden Level - Citizens Square, Fort Wayne, Indiana, on _____ the _____ day of _____, 2012, at _____ o'clock _____ M., E.S.T.

DATED: 1-8-13

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Crawford placed on its passage. **PASSED** and duly adopted, by the following vote: LOST

	<u>AYES</u>	<u>NAYS</u>	<u>ABSTAINED</u>	<u>ABSENT</u>
<u>TOTAL VOTES</u>	<u>8</u>	_____	_____	<u>1</u>
<u>BENDER</u>	<u>✓</u>	_____	_____	_____
<u>CRAWFORD</u>	<u>✓</u>	_____	_____	_____
<u>DIDIER</u>	<u>✓</u>	_____	_____	_____
<u>HARPER</u>	<u>✓</u>	_____	_____	_____
<u>HINES</u>	<u>✓</u>	_____	_____	_____
<u>JEHL</u>	<u>✓</u>	_____	_____	_____
<u>PADDOCK</u>	<u>✓</u>	_____	_____	_____
<u>SHOAF</u>	_____	_____	_____	<u>✓</u>
<u>SMITH</u>	<u>✓</u>	_____	_____	_____

DATED: 1-8-13

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL) (SPECIAL) (ZONING) ORDINANCE (RESOLUTION) NO. R-4-13 on the Eighth day of January, 2013

ATTEST:

SEAL

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Thomas C. Henry
PRESIDENT OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the Eleventh day of January, 2013, at the hour of one o'clock P. M.E.S.T.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 11th day of January 2013 at the hour of 2:00 o'clock P. M.E.S.T.

Thomas C. Henry
THOMAS C. HENRY, MAYOR

DIGEST SHEET

TITLE OF ORDINANCE: **Declaratory Resolution**

DEPARTMENT REQUESTING ORDINANCE: **Community Development Division**

SYNOPSIS OF ORDINANCE: **International Paper Company is requesting the designation of an Economic Revitalization Area for personal property improvements in the amount of \$6,400,000. In order to expand, International Paper Company will install new manufacturing equipment which will replace the existing equipment that is nearing the end of its useful life.**

EFFECT OF PASSAGE: **Without the infusion of new modern equipment, the plant would be at risk of becoming technologically obsolete in a very competitive and consolidating marketplace. This new equipment will significantly enhance the plants capabilities and capacity and avoid a decline in employment at the facility. One hundred and four full-time jobs will be retained.**

EFFECT OF NON-PASSAGE: **Potential loss of development**

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

ASSIGNED TO COMMITTEE (PRESIDENT): **Mitch Harper and John Shoaff**

MEMORANDUM



TO: City Council
FROM: Adam Welch, Economic Development Specialist
DATE: December 27, 2012
RE: Request for designation by International Paper Company as an ERA for personal property improvements

BACKGROUND

PROJECT ADDRESS:	3904 Ferguson Road	PROJECT LOCATED WITHIN:	Not Applicable
PROJECT COST:	\$ 6,400,000	COUNCILMANIC DISTRICT:	4

COMPANY PRODUCT OR SERVICE:	<p>International Paper is a global leader in the paper and packaging industry with manufacturing operations in North America, Europe, Latin America, Asia and North Africa. This specific plant manufactures corrugated boxes, trays, and sheets that ship into the Indiana, Michigan, and Ohio markets. International Paper Company will replace the existing converting equipment which uses 1970-1980 technologies and is nearing the end of their useful lives.</p>
PROJECT DESCRIPTION:	

CREATED		RETAINED	
JOBS CREATED (FULL-TIME):	N/A	JOBS RETAINED (FULL-TIME):	104
JOBS CREATED (PART-TIME):	N/A	JOBS RETAINED (PART-TIME):	N/A
TOTAL NEW PAYROLL:	N/A	TOTAL RETAINED PAYROLL:	\$ 4,627,000
AVERAGE SALARY (FULL-TIME NEW):	N/A	AVERAGE SALARY (FULL-TIME RETAINED):	\$ 44,490

COMMUNITY BENEFIT REVIEW

Yes No N/A

Project will encourage vacant or under-utilized land appropriate for commercial or industrial use?

Yes No N/A

Real estate to be designated is consistent with land use policies of the City of Fort Wayne?

Explain: Property to be designated is zoned IN2; General Industrial Zoning Class

Yes No N/A

Project encourages the improvement or replacement of a deteriorated or obsolete structure?

Yes No N/A

Project encourages the improvement or replacement of obsolete manufacturing and/or research and development and/or information technology and/or logistical distribution equipment?

Explain: International Paper Company will install a new Mitsubishi Evolution 100 Flexo Folder Gluer and a Ward SV 16000 Series 2-Color

Rotary Die Cutter with Continuous Vacuum Transfer and Bundle Breaker.

Yes No N/A

Project will result in significant conversion of solid waste or hazardous waste into energy or other useful products?

Yes No N/A

Project encourages preservation of an historically or architecturally significant structure?

Yes No N/A

Construction will result in Leadership in Energy and Environmental Design (LEED) certification by the U.S. Green Building Council?

Yes No N/A

Construction will use techniques to minimize impact on combined sewer overflows? (i.e. rain gardens, bio swales, etc.)

Yes No N/A

ERA designation induces employment opportunities for Fort Wayne area residents?

Yes No N/A

Average wage of all full-time jobs to be created is at least 150% of current Federal minimum wage.

Explain: The average wage of full-time jobs created is 295% of the current Federal minimum wage rate.

Yes No N/A

Average wage of all full-time jobs to be retained is at least 150% of current Federal minimum wage.

Yes No N/A

Taxpayer is NOT delinquent on any or all property tax due to any taxing jurisdiction within Allen County.

POLICY

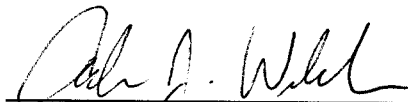
Per the policy of the City of Fort Wayne, the following guidelines apply to this project:

1. The period of deduction for personal property is ten years.

Under Fort Wayne Common Council's tax abatement policies and procedures, International Paper Company is eligible for a ten year deduction on personal property improvements. Attached is a spreadsheet that shows how the application scored under the review system. Also attached is an estimate of the taxes saved and paid over the length of the ten year deduction schedule.

COMMENTS

Signed:


Economic Development Specialist

Reviewed:


Economic Development Specialist

COMMUNITY DEVELOPMENT DIVISION

Personal Property Abatements

Tax Abatement Review System

	Points Possible	Points Awarded
Total new investment in equipment		
Over \$5,000,000	10	10
\$1,000,000 to \$4,999,999	8	
\$500,000 to \$999,999	6	
\$0 to \$499,999	4	
<hr/>		
Total number of jobs created and/or retained		
Over 150	10	
75 to 149	8	8
25 to 74	6	
10 to 24	4	
Under 10	2	
<hr/>		
Current # of employees increases 50-99%	6	
Current # of employees increases 100% or more	8	
<hr/>		
Average annual salary of full-time jobs created and/or retained are % of the Federal Minimum Wage *		
Greater than 300% of the Federal Minimum Wage	10	
201% to 300% of the Federal Minimum Wage	7	7
151% to 200% of the Federal Minimum Wage	3	
150% of the Federal Minimum Wage	1	
<hr/>		
Health insurance provided by the company	5	5
<hr/>		
Project involves reinvestment at current location of a business	10	10
<hr/>		
Project involves new or startup business	5	
<hr/>		
Construction uses green building techniques (ie LEED Certification)	5	
<hr/>		
Construction uses techniques to minimize impact on Combined Sewer Overflows (CSOs)	2	
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Project is located in a HUBzone	10	
<hr/>		
Total		40

7 to 11 Points - Three Year Abatement
12 to 16 Points - Five Year Abatement
17 to 23 Points - Seven Year Abatement
24 to 60 Points - Ten Year Abatement

* If Average annual salary of the full-time jobs created by listed occupation is 10% or greater than the average salary for Allen County using current occupational employment statistics, then the applicant is eligible for an alternate deduction schedule.

10 Year

Year 1	100%
Year 2	100%
Year 3	100%
Year 4	100%
Year 5	100%
Year 6	90%
Year 7	80%
Year 8	65%
Year 9	50%
Year 10	40%

7 Year

Year 1	100%
Year 2	100%
Year 3	100%
Year 4	100%
Year 5	100%
Year 6	71%
Year 7	43%

**POOL #2 FORT WAYNE COMMUNITY DEVELOPMENT DIVISION
TAX ABATEMENT - ESTIMATE OF SAVINGS**

*New tax abatement percentages have been changed to reflect change in state law

PERSONAL PROPERTY TAX ABATEMENT - 10 yr Schedule

Year	True Cash Value	"Pool 2" True Tax Value	Assessed Value	Tax Abatement %	Tax Paid %	Deduction	Taxable A V	Tax Rate	Tax Paid	Tax Saved
1	\$6,400,000	\$2,560,000	\$2,560,000	100%	0%	\$2,560,000	\$0	0.027023	\$0	\$69,179
2	\$6,400,000	\$3,584,000	\$3,584,000	90%	10%	\$3,225,600	\$358,400	0.027023	\$9,685	\$87,165
3	\$6,400,000	\$2,688,000	\$2,688,000	80%	20%	\$2,150,400	\$537,600	0.027023	\$14,528	\$58,110
4	\$6,400,000	\$2,048,000	\$2,048,000	70%	30%	\$1,433,600	\$614,400	0.027023	\$16,603	\$38,740
5	\$6,400,000	\$1,920,000	\$1,920,000	60%	40%	\$1,152,000	\$768,000	0.027023	\$20,754	\$31,130
6	\$6,400,000	\$1,920,000	\$1,920,000	50%	50%	\$960,000	\$960,000	0.027023	\$25,942	\$25,942
7	\$6,400,000	\$1,920,000	\$1,920,000	40%	60%	\$768,000	\$1,152,000	0.027023	\$31,130	\$20,754
8	\$6,400,000	\$1,920,000	\$1,920,000	30%	70%	\$576,000	\$1,344,000	0.027023	\$36,319	\$15,565
9	\$6,400,000	\$1,920,000	\$1,920,000	20%	80%	\$384,000	\$1,536,000	0.027023	\$41,507	\$10,377
10	\$6,400,000	\$1,920,000	\$1,920,000	10%	90%	\$192,000	\$1,728,000	0.027023	\$46,696	\$5,188
11	\$6,400,000	\$1,920,000	\$1,920,000	0%	100%	\$0	\$1,920,000	0.027023	\$51,884	\$0

TOTAL TAX SAVED (10 yrs on 10 yr deduction) **\$362,151**
 TOTAL TAX PAID (10 yrs on 10 yr deduction) **\$243,164**

DEC 21 2012



ECONOMIC REVITALIZATION AREA APPLICATION
CITY OF FORT WAYNE, INDIANA

APPLICATION IS FOR: (Check appropriate box(es))

- Real Estate Improvements
- Personal Property Improvements
- Vacant Commercial or Industrial Building

Total cost of real estate improvements: _____
 Total cost of manufacturing equipment improvements: 6,400,000
 Total cost of research and development equipment improvements: _____
 Total cost of logistical distribution equipment improvements: _____
 Total cost of information technology equipment improvements: _____
TOTAL OF ABOVE IMPROVEMENTS: 6,400,000

GENERAL INFORMATION

Real property taxpayer's name: _____
 Personal property taxpayer's name: International Paper Company
 Telephone number: 901-419-900
 Address listed on tax bill: 6400 Poplar Avenue, T3 7-125 Memphis, TN 38197
 Name of company to be designated, if applicable: _____
 Year company was established: 1941
 Address of property to be designated: 3904 Ferguson Rd, Fort Wayne, IN
 Real estate property identification number: 02-17-04-300-004.000-080
 Contact person name: Melissa J Riley
 Contact person telephone number: 901-419-4419 Contact person Email: melissa.rilev@ipaper.com
 Contact person address: 6400 Poplar Avenue, T3 7-125 Memphis, TN 38197

List company officer and/or principal operating personnel

NAME	TITLE	ADDRESS	PHONE NUMBER
SEE ATTACHED			

International Paper Company

Type	Appointed Entity	Date First Elected
Assistant Secretary	Adair, Marla F.	08/16/2010
Assistant Secretary	Behles, Scott M	
Assistant Secretary	Borcky, Ron	11/01/2009
Assistant Secretary	Carter, Carl Q.	05/11/2009
Assistant Secretary	Edwards, Karen M.	05/11/2009
Assistant Secretary	Haupt, Stephanie A.	05/10/2005
Assistant Secretary	Howell, Ronnie A.	05/10/2005
Assistant Secretary	Pinckney, M.J.A. "Jekka"	05/08/2006
Assistant Secretary	Saab, Joseph R.	05/08/2006
Assistant Secretary	Shirk, Loretta M.	05/08/2006
Assistant Secretary	Stall, Mark G.	05/08/2006
Assistant Tax Officer	Bragg, Julie	05/14/2007
Assistant Tax Officer	Brucks, Christopher E.	01/31/2011
Assistant Tax Officer	Loveless, Steve	09/11/2012
Assistant Treasurer	Arick, David E.	05/08/2006
Assistant Treasurer	Sisneros, Phillip M.	10/23/2006
Assistant Treasurer	Weiss, Julius A	
Assistant Vice President	Bukowy, Damien J.	01/01/2011
Chairman and CEO	Faracl, John V.	11/01/2003
DIRECTOR	Bronczek, David J.	10/09/2006
DIRECTOR	Dorduncu, Ahmet C.	03/06/2011
DIRECTOR	Faracl, John V.	02/11/2003
DIRECTOR	Gordon, Ilene S.	10/01/2012
DIRECTOR	Mobley, Stacey J.	07/07/2008
DIRECTOR	Spero, Joan E.	06/10/2011
DIRECTOR	Townsend III, John L.	03/13/2006
DIRECTOR	Turner, John F.	07/11/2005
DIRECTOR	Walter, William G.	01/01/2005
DIRECTOR	Whisler, J. Steven	12/11/2007
Director of Corporate Audit	Devlin, Donald P.	09/01/2012
Senior Vice President	Balboni, John N.	07/14/2005
Senior Vice President	Ealy, C Cato	10/14/2003
Senior Vice President	Hoel, William P.	03/01/2012
Senior Vice President	Joseph, Tommy S.	03/01/2009
Senior Vice President	Kadien, Thomas G.	05/08/2006
Senior Vice President	Karre, Paul J.	05/01/2009
Senior Vice President	Laschinger, Mary A.	02/13/2007
Senior Vice President	Nicholls, Tim S.	11/01/2011
Senior Vice President	Pacheco, Maximo	10/14/2003
Senior Vice President	Sutton, Mark S.	03/01/2008
Senior Vice President and Chief Financial Officer	Roberts, Carol L	11/01/2011
Senior Vice President, General Counsel & Corporate Secretary	Ryan, Sharon R.	11/01/2011
Vice President	Arnick, W. Michael	10/14/2003
Vice President	Apollonio, David W.	11/13/2009
Vice President	Blain, September	06/01/2007
Vice President	Bowden, Steve M.	06/08/2009
Vice President	Brown, Paul	06/01/2005
Vice President	Chartrain, Eric	01/01/2009
Vice President	Cleves, Thomas A.	09/01/2007
Vice President	Connelly, James A.	05/08/2006
Vice President	Cuevas, Kirt	10/16/2009
Vice President	Ellis, Clay	03/01/2012
Vice President	Ernst, Jon E.	11/13/2009
Vice President	Gallo, Roman	02/01/2012
Vice President	Gavin, Gary	08/04/2008
Vice President	Gibson, Greg C.	05/08/2006
Vice President	Grover, John	02/01/2012
Vice President	Hamic, Tom	11/13/2009
Vice President	Harris, Russell V.	04/01/2012
Vice President	Heist, Peter G.	05/08/2006
Vice President	Ho (a/k/a: Cecilia Ho), Sze Mun	11/13/2009
Vice President	Hunkeler, Robert M	
Vice President	Kelly, Tim A.	05/08/2006
Vice President	Kiser, David M.	03/01/2010
Vice President	Landau, Glenn R.	06/01/2007
Vice President	Liebetreu, David A.	01/15/2005
Vice President	Martini, Rildo	12/01/2010
Vice President	Marx, Franz Josef	09/01/2008
Vice President	McDonald, Brian N.G.	09/01/2007
Vice President	McWilliams, Kevin G.	08/10/2006
Vice President	Mosley, Brett	02/09/2012
Vice President	Pearson, Tracy L.	08/04/2008
Vice President	Ribieras, Jean-Michel	05/08/2006
Vice President	Royalty, Jay	08/04/2008
Vice President	Shanahan, Teri	11/13/2009
Vice President	Sims, John V.	01/01/2008
Vice President	Towler, Fred A.	11/13/2009
Vice President	Townsend, Keith R.	12/01/2011
Vice President	Wanta, Gregory	11/01/2009
Vice President	Wenker, Robert W.	05/10/2005
Vice President	Wilczynski, Patrick	02/09/2012
Vice President	Wroblewski, Ann	10/01/2005
Vice President - Finance, Controller & Chief Accounting Officer	Herrington, Terri L.	01/31/2011
Vice President and Treasurer	Harris, Errol A.	09/12/2006

List all persons or firms having ten percent or more ownership interest in the applicant business and the percentage each holds:

NAME	PERCENTAGE
International Paper Company	100%

- Yes No Are any elected officials shareholders or holders of any debt obligation of the applicant or operating business? If yes, who? (name/title) _____
- Yes No Is the property for which you are requesting ERA designation totally within the corporate limits of the City of Fort Wayne?
- Yes No Is the property for which you are requesting ERA designation located in an Economic Development Target Area (EDTA)? (see attached map for current areas)
- Yes No Is the property for which you are requesting ERA designation located in a HUBzone? (see attached map for current areas)
- Yes No Do you plan to request state or local assistance to finance public improvements?

Describe the product or service to be produced or offered at the project site: The plant manufacturers corrugated boxes, trays, and sheets that ship into the Indiana, Michigan, and Ohio markets.

In order to be considered an Economic Revitalization Area (ERA), the area must be within the corporate limits of the City of Fort Wayne and must have become undesirable for, or impossible of, normal development and occupancy because of a lack of development, cessation of growth, deterioration of improvements or character of occupancy, age, obsolescence, substandard buildings, or other factors which have impaired values or prevent a normal development of property or use of property. It also includes any area where a facility or group of facilities that are technologically, economically, or energy obsolete is located and where the obsolescence may lead to a decline in employment and tax revenues.

How does the property for which you are requesting designation meet the above definition of an ERA?
The existing converting equipment at the plant uses 1970-1980 technologies that are nearing the end of their useful lives. Without the infusion of new modern equipment, the plant would be at risk of becoming technologically obsolete in a very competitive and consolidating marketplace. This new equipment will significantly enhance the plants capabilities and capacity and avoid a decline in employment at the facility.

REAL PROPERTY INFORMATION

Complete this section of the application if you are requesting a deduction from assessed value for real property improvements.

Describe any structure(s) that is/are currently on the property: _____

Describe the condition of the structure(s) listed above: _____

Describe the improvements to be made to the property to be designated for tax abatement purposes: _____

Projected construction start (month/year): _____

Projected construction completion (month/year): _____

Yes No Will construction result in Leadership in Energy and Environmental Design (LEED) certification by the U.S. Green Building Council?

Yes No Will construction use techniques to minimize impact on combined sewer overflows? (i.e. rain gardens, bio swales, etc.)

PERSONAL PROPERTY INFORMATION

Complete this section of the application if you are requesting a deduction from assessed value of new manufacturing, research and development, logistical distribution or information technology equipment.

List below the equipment for which you are seeking an economic revitalization area designation.

Manufacturing equipment must be used in the direct production, manufacture, fabrication, assembly, extraction, mining, processing, refining, or finishing of other tangible personal property at the site to be designated. Research and development equipment consists of laboratory equipment, research and development equipment, computers and computer software, telecommunications equipment or testing equipment used in research and development activities devoted directly and exclusively to experimental or laboratory research and development for new products, new uses of existing products, or improving or testing existing products at the site to be designated. Logistical distribution equipment consists of racking equipment, scanning or coding equipment, separators, conveyors, fork lifts or lifting equipment, transitional moving equipment, packaging equipment, sorting and picking equipment, software for technology used in logistical distribution, is used for the storage or distribution of goods, services, or information. Information technology equipment consists of equipment, including software used in the fields of information processing, office automation, telecommunication facilities and networks, informatics, network administration, software development and fiber optics: (use additional sheets, if necessary)

1) Mitsubishi Evolution 100 Flexo Folder Gluer

2) Ward SV 16000 Series (66"x125") 2-Color Rotary Die Cutter with Continuous Vacuum
Transfer and Bundle Breaker

Yes No Has the above equipment for which you are seeking a designation, ever before been used for any purpose in Indiana? If yes, was the equipment acquired at an arms length transaction from an entity not affiliated with the applicant? Yes No

Yes No Will the equipment be leased?

Equipment purchase date (month/year): Evol 11/2011 (originally used in IL) / Ward 12/2012

Equipment installation date (month/year): Mitsubishi Evol Jan. 2013 (1/23/13) / Ward Feb. 2013

Please provide the depreciation schedule term for equipment under consideration for personal property tax abatement:

7 years

ELIGIBLE VACANT BUILDING INFORMATION

Complete this section of the application if you are requesting a deduction from the current assessed value of a vacant building

Yes No Has the building for which you are seeking designation for tax abatement been unoccupied for at least one year? Please provide evidence of occupation. (i.e. certificate of occupancy, paid utility receipts, executed lease agreements)

Describe any structure(s) that is/are currently on the property: _____

Describe the condition of the structure(s) listed above: _____

Projected occupancy date (month/year): _____

Describe the efforts of the owner or previous owner in regards to selling, leasing or renting the eligible vacant building during the period the eligible vacant building was unoccupied including how much the building was offered for sale, lease, or rent by the owner or a previous owner during the period the eligible vacant building was unoccupied.

PUBLIC BENEFIT INFORMATION

EMPLOYMENT INFORMATION FOR FACILITY TO BE DESIGNATED

ESTIMATE OF EMPLOYEES AND PAYROLL FOR FORT WAYNE
FACILITY REQUESTING ECONOMIC REVITALIZATION AREA DESIGNATION

Please be specific on job descriptions. To fill out information on occupation and occupation code, use data available through Occupation Employment Statistics for Fort Wayne
http://www.bls.gov/oes/current/oes_23060.htm

Current Full-Time Employment

Occupation	Occupation Code	Number of Jobs	Total Payroll
Hourly Production		82	\$2,965,000
Salaried Office		22	\$1,662,000

Retained Full-Time Employment

Occupation	Occupation Code	Number of Jobs	Total Payroll
Hourly Production		82	\$2,965,000
Salaried Office		22	\$1,662,000

Additional Full-Time Employment

Occupation	Occupation Code	Number of Jobs	Total Payroll

PUBLIC BENEFIT INFORMATION

Current Part-Time or Temporary Jobs

Occupation	Occupation Code	Number of Jobs	Total Payroll

Retained Part-Time or Temporary Jobs

Occupation	Occupation Code	Number of Jobs	Total Payroll

Additional Part-Time or Temporary Jobs

Occupation	Occupation Code	Number of Jobs	Total Payroll

Check the boxes below if the existing jobs and the jobs to be created will provide the listed benefits:

- | | | |
|--|--|--|
| <input checked="" type="checkbox"/> Pension Plan | <input checked="" type="checkbox"/> Major Medical Plan | <input checked="" type="checkbox"/> Disability Insurance |
| <input type="checkbox"/> Tuition Reimbursement | <input checked="" type="checkbox"/> Life Insurance | <input checked="" type="checkbox"/> Dental Insurance |

List any benefits not mentioned above: Vacation pay, Holiday pay, 401K

When will you reach the levels of employment shown above? (month/year): _____

Intention is to invest in the Fort Wayne facility to enable it to meet the demands of a very competitive marketplace, grow the existing business, and retain our employees.

REQUIRED ATTACHMENTS

The following must be attached to the application.

1. **Statement of Benefits Form(s) (first page/front side completed)**
2. **Full legal description of property and a plat map identifying the property boundaries. (Property tax bill legal descriptions are not sufficient.) Should be marked as Exhibit A.**
3. **Check for non-refundable application fee made payable to the City of Fort Wayne.**

ERA filing fee (either real or personal property improvements)	.1% of total project cost not to exceed \$500
ERA filing fee (both real and personal property improvements)	.1% of total project cost not to exceed \$750
ERA filing fee (vacant commercial or industrial building)	\$500
ERA filing fee in an EDTA	\$100
Amendment to extend designation period	\$300
Waiver of non compliance with ERA filing	\$500 + ERA filing fee
4. **Owner's Certificate (if applicant is not the owner of property to be designated) Should be marked as Exhibit B if applicable.**

CERTIFICATION

I, as the legal taxpayer and/or owner, hereby certify that all information and representations made on this application and its attached exhibits are true and complete and that neither an Improvement Location Permit nor a Structural Permit has been filed for construction of improvements, nor has any manufacturing, research and development, logistical distribution or information technology equipment which is a part of this application been purchased and installed as of the date of filing of this application. I also certify that the taxpayer is not delinquent on any and all property tax due to taxing jurisdictions within Allen County, Indiana. I understand that any incorrect information on this application may result in a rescission of any tax abatements which I may receive.

I understand that I must file a correctly completed Compliance with Statement of Benefits Form (CF-1/Real Property for real property improvements and CF-1/PP for personal property improvements) with **BOTH** the City of Fort Wayne Community Development Division, **AND** the County Auditor in each year in which I receive a deduction. Failure to file the CF-1 form with either agency may result in a rescission of any tax abatement occurring as a result of this application.

Steve Loveless
Signature of Taxpayer/Owner

Steve Loveless, Director Property and Sales, Use Tax
Printed Name and Title of Applicant

December 20th 2012
Date



STATEMENT OF BENEFITS
PERSONAL PROPERTY

State Form 51764 (R2 / 12-11)
Prescribed by the Department of Local Government Finance

CITY OF FT WAYNE

FORM SB-1 / PP

DEC 21 2012
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PRIVACY NOTICE
The cost and any specific individual's salary information is confidential; the balance of the filing is public record per IC 6-1.1-12.1-5.1 (c) and (d).

INSTRUCTIONS:

- 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. "Projects" planned or committed to after July 1, 1987, and areas designated after July 1, 1987, require a STATEMENT OF BENEFITS. (IC 6-1.1-12.1)
- Approval of the designating body (City Council, Town Board, County Council, etc.) must be obtained prior to installation of the new manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment, **BEFORE** a deduction may be approved
- 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.
- Property owners whose Statement of Benefits was approved after June 30, 1991, must submit Form CF-1 / PP annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)
- The schedules established under IC 6-1.1-12.1-4.5(d) and (e) apply to equipment installed after March 1, 2001, unless an alternative deduction schedule is adopted by the designating body (IC 6-1.1-12.1-17).

COMMUNITY DEVL

SECTION 1 TAXPAYER INFORMATION

Name of taxpayer International Paper Company	
Address of taxpayer (number and street, city, state, and ZIP code) 6400 Poplar Avenue, T3 7-125, Memphis, TN 38197	
Name of contact person Melissa J Riley	Telephone number (901) 419-9000

SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT

Name of designating body		Resolution number (s)	
Location of property 3904 Ferguson Road, Fort Wayne, IN	County Allen	DLGF taxing district number Ft. Wayne- Plsnt Twn	
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) Purchase and installation of manufacturing equipment	ESTIMATED		
		START DATE	COMPLETION DATE
	Manufacturing Equipment	01/23/2013	02/28/2013
	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
104	4,627,000.00	104	4,627,000.00		

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	21,616,733.00	6,485,020.00						
Plus estimated values of proposed project	6,400,000.00	5,734,400.00						
Less values of any property being replaced	4,521,480.00	1,356,444.00						
Net estimated values upon completion of project	23,495,253.00	10,862,976.00						

SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER

Estimated solid waste converted (pounds) 0.00	Estimated hazardous waste converted (pounds) 0.00
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Other benefits:

SECTION 6 TAXPAYER CERTIFICATION

I hereby certify that the representations in this statement are true.

Signature of authorized representative <i>Steve Towless</i>	Title Dir. Property & S/U Tax	Date signed (month, day, year) 12/20/2012
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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 calendar years * (see below). The date this designation expires is December 31, 2016.

- 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 \$ unlimited cost with an assessed value of \$ unlimited.

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

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

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

G. Other limitations or conditions (specify) N/A

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 on or after July 1, 2000, is allowed for:

- 1 year
- 2 years
- 3 years
- 4 years
- 5 years **
- 6 years
- 7 years
- 8 years
- 9 years
- 10 years **

** For ERA's established prior to July 1, 2000, only a 5 or 10 year schedule may be deducted.

I. Did the designating body adopt an alternative deduction schedule per IC 6-1.1-12.1-17? Yes No
If yes, attach a copy of the alternative deduction schedule to this form.

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 (signature and title of authorized member)

Telephone number

Date signed (month, day, year)

(260) 427-1221

11/1/13

Attested by

Designated body

Common Council

* If the designating body limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under IC 6-1.1-12.1-4.5

Exhibit A

Legal description of property owned by International Paper at 3904 Ferguson Road, Fort Wayne:

Part of the Southwest quarter of the Southwest quarter of Section 4, Township 29 North, Range 12 East in Allen County, State of Indiana, described as follows, to wit: Beginning at a point situated 117.0 feet North 88 degree 20 minutes East of the Southwest quarter of the aforementioned Southwest quarter of the Southwest quarter of Section 4, Township 29 North, Range 12 East said point being also situated on the centerline of the Ferguson Road and the South line of the said Southwest quarter of the Southwest quarter of Section 4, Township and Range aforesaid, thence North 1 degree 40 minutes West 682.8 feet along the centerline of Seventh Street in said Section, Township, and Range to the centerline of "C" Street in said Section, Township, and Range; thence North 88 degrees 11 minutes East 645.0 feet along the said centerline of "C" Street, thence South 1 degree 40 minutes East 684.6 feet to the aforementioned centerline of the Ferguson Road, said line being also the South line of the aforementioned Southwest quarter of the Southwest quarter of Section 4, Township 29 North, Range 12 East, thence South 88 degrees 20 minutes West 645.0 feet along the last described line to the place of beginning, containing 10.12 acres of land, more or less, subject to building setback lines, roadway easements for "C" Street, Seventh Street and the Ferguson Road, and easements, grants and rights of way for the installation, maintenance, operation and use of all public or quasi-public utilities or services as determined and set out by the Board of Aviation Commissioners of the City of Fort Wayne, Indiana.

BILL NO. R-13-01-07

REPORT OF THE COMMITTEE ON FINANCE

JANUARY 8, 2013

- CHAIR
- CO-CHAIR
ALL COUNCIL MEMBERS

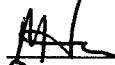
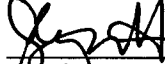






WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS REFERRED A DECLARATORY RESOLUTION designating an "Economic Revitalization Area" under I.C. 6-1.1-12.1 for property commonly known as 3904 Ferguson Rd., Fort Wayne, Indiana 46809 (International Paper Company). COMMITTEE OF FINANCE HAVE HAD SAID ORDINANCE UNDER CONSIDERATION AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID ORDINANCE

DO PASS

DO NOT PASS

ABSTAIN

NO REC

	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
	_____	_____	_____
_____	_____	_____	_____

SANDRA E. KENNEDY
CITY CLERK