

A RESOLUTION determining SUBSTANTIAL COMPLIANCE OR NON-COMPLIANCE with Statement of Benefits (CF-1) form filing for 2018 for CK Products, LLC for property at 6230 Innovation Boulevard, Fort Wayne, IN 46818 under Confirming Resolution R-35-11 with an "Economic Revitalization Area" approved under I.C. 6-1.1-12.1

WHEREAS, Common Council has previously designated and declared by Declaratory Resolution and Confirming Resolution with approved Statement of Benefits (hereinafter "SB-1") forms, certain property for **CK Products, LLC** 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; and

WHEREAS, property owners whose SB-1 form was approved after July 1, 1991 who file a deduction application under Sections 3 and 4.5 of I.C. 6-1.1-12.1 and Section 153.21 of the Municipal Code of the City of Fort Wayne, Indiana, must file a Compliance with Statement of Benefits Form (hereinafter "CF-1") with the City of Fort Wayne and in some cases either the Allen County Auditor, the Allen County Assessor, or both, showing information on the extent to which there has been compliance with the approved SB-1 form for the project; and

WHEREAS, CK Products, LLC has filed CF-1 forms with **the City of Fort Wayne, the Allen County Auditor and the Allen County Assessor**, and

WHEREAS, CK Products, LLC approved SB-1 form stated that **88** full-time jobs would be retained and **40** full-time jobs would be created by **December 31, 2015**; and

WHEREAS, CK Products, LLC's approved SB-1 form stated **\$1,224,704** in annual payroll for the **88** full-time retained jobs and **\$2,390,995** in annual payroll would be generated by the **88** full-time jobs to be created; and

WHEREAS, CK Products, LLC's 2018 CF-1 form filing stated that **88** jobs were retained and **zero** jobs were created; and

WHEREAS, CK Products, LLC's 2018 CF-1 form filing stated **\$3,058,183** in annual payroll for the **88** jobs retained and **\$0.00** in annual payroll for the **zero** jobs created; and

WHEREAS, Common Council designated the City of Fort Wayne Community Development Division as the entity for the administration, application, processing and

1 monitoring of Economic Revitalization Areas under Section 153.13 of the Municipal Code of
2 the City of Fort Wayne; and

3 **WHEREAS**, Common Council has defined substantial compliance under Section
4 153.21 of the Municipal Code of the City of Fort Wayne as:

- 5 1. Meeting 75% or more of the numbers of full-time and/or part-time jobs stated to
6 be created or retained as delineated in the original Statement of Benefits Form
7 (SB-1) approved by Common Council; and
- 8 2. Meeting 75% or more of the total payroll stated to be created or retained as
9 delineated in the original Statement of Benefits Form (SB-1) approved by
10 Common Council; and

11 **WHEREAS**, meeting 75% of the **88** full-time jobs retained means retaining **66** jobs;
12 and

13 **WHEREAS**, meeting 75% of the **40** full-time jobs to be created means creating **30**
14 full-time jobs; and

15 **WHEREAS**, meeting 75% of the **\$2,390,995** in retained annual payroll means
16 **\$1,793,246** in retained annual payroll; and

17 **WHEREAS**, meeting 75% of the **\$1,224,704** in annual payroll to be created means
18 **\$918,528** in created annual payroll; and

19 **WHEREAS**, Common Council may determine not later than forty-five (45) days after
20 receipt of the CF-1 form that **CK Products, LLC** has either failed to substantially comply or
21 has substantially complied with the original SB-1 form approved by Common Council; and

22 **WHEREAS**, Common Council made a determination on **June 26, 2018** that **CK**
23 **Products, LLC** was not in substantial compliance as a result of its failure to create at least
24 **30** jobs and at least **\$918,528** in annual payroll created, and that the failure to substantially
25 comply was not caused by factors beyond the control of **CK Products, LLC**; and

26 **WHEREAS**, Council directed the Community Development Division to mail written
27 notice to **CK Products, LLC** explaining the reasons for Council's determination and a date,
28 time, place of a hearing to be conducted by Council for the purpose of further considering **CK**
29 **Products, LLC's** compliance with Statement of Benefits; and

30 **WHEREAS**, the aforementioned notice was properly prepared and served upon **CK**
Products, LLC; and

WHEREAS, **CK Products, LLC** [**appeared/failed to appear**] before Common
Council to provide additional information concerning compliance.

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

SECTION 1. That, Common Council finds that the CF-1 form filed by **CK**
Products, LLC with an approved Economic Revitalization Area for **2018** are not in

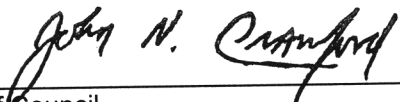
1 substantial compliance pursuant to I.C. 6-1.1-12.1 and Section 153.21 of the Municipal Code
2 of the City of Fort Wayne for failure to create 75% of the 40 full-time jobs or 30 jobs that were
3 stated that would be created and create 75% of the \$1,224,704 in annual payroll or \$918,528
4 that was stated that would be generated by the created jobs.

5 ~~SECTION 2a. CK Products, LLC failed to appear and otherwise testify and~~
6 ~~therefore Council confirms its determination of June 26, 2018 that CK Products, LLC has~~
7 ~~failed to substantially comply pursuant to IC 6-1.1-12.1 and Section 153.21 of the Municipal~~
8 ~~Code of the City of Fort Wayne as detailed in Section 1 above. Council therefore finds that~~
9 ~~CK Products, LLC has failed to substantially comply and said failure was not caused by~~
10 ~~factors outside of CK Products, LLC's control. As a result of said failure, CK Products,~~
11 ~~LLC's deduction/abatement under R-35-11 is hereby terminated.~~

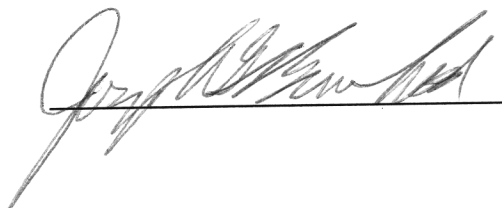
12 ~~SECTION 2b. That CK Products, LLC appeared and testified at the hearing and~~
13 ~~from its testimony it was determined that notwithstanding CK Products, LLC's failure to~~
14 ~~substantially comply as detailed in Section 1 above that CK Products, LLC did make~~
15 ~~reasonable efforts to substantially comply with the statement of benefits and CK Products,~~
16 ~~LLC's failure to substantially comply was caused by factors beyond the control of CK~~
17 ~~Products, LLC. Therefore, the continuation of CK Products, LLC's deduction/abatement~~
18 ~~under R-35-11 is hereby approved.~~

19 SECTION 2c. That CK Products, LLC appeared and testified at the hearing and
20 from its testimony it was determined in addition to CK Products, LLC's failure to
21 substantially comply as detailed in Section 1 above, that CK Products, LLC did not make
22 reasonable efforts to substantially comply with the statement of benefits and CK Products,
23 LLC's failure to substantially comply was not caused by factors beyond the control of CK
24 Products, LLC As a result of said failure, CK Products, LLC's deduction/abatement under
25 R-35-11 is hereby terminated.

26 SECTION 3. That, this Resolution shall be in full force and effect from and after
27 its passage and any and all necessary approval by the Mayor.

28 
29 _____
30 Member of Council

APPROVED AS TO FORM A LEGALITY



Joseph G. Bonahoom, Attorney for Common Council

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Admn. Appr. _____

DIGEST SHEET

TITLE OF ORDINANCE: **Resolution Confirming Substantial Compliance or Non-Compliance with a Statement of Benefits (SB-1) for 2016**

DEPARTMENT REQUESTING ORDINANCE: **Community Development Division**

SYNOPSIS OF ORDINANCE: **This resolution confirms that Compliance with Statement of Benefits (CF-1) Form filings made by CCK Products LLC in May 2018 with an approved economic revitalization area are either in substantial compliance or non-compliance pursuant to both Council policy and Indiana law.**

EFFECT OF PASSAGE: **Potential retention or loss of economic revitalization area deduction (property tax abatement/phase-in).**

EFFECT OF NON-PASSAGE:

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

ASSIGNED TO COMMITTEE (PRESIDENT): **Geoff Paddock and Jason Arp**

BILL NO. R-18-07-24

REPORT OF COMMITTEE ON FINANCE
July 17, 2018

John Crawford Chair

Jason Arp Co-Chair

All Council Members

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COMMITTEE ON FINANCE HAVE HAD SAID Ordinance under consideration and beg leave to report back to the Common Council that said Ordinance

2C

DO PASS

DO NOT PASS

ABSTAIN

NO REC

John W. Crawford
Jason Arp
Thomas H. Miller

John A.

[Handwritten signatures in DO PASS column]

LANA R. KEESLING
CITY CLERK

Lana R. Keesling

Abatement Compliance

R-18-07-24

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Council Discussion 07-17-18

Motion for **SECTION 2c.** That **CK Products, LLC** appeared and testified at the hearing and from its testimony it was determined in addition to **CK Products, LLC's** failure to substantially comply as detailed in Section 1 above, that **CK Products, LLC** did not make reasonable efforts to substantially comply with the statement of benefits and **CK Products, LLC's** failure to substantially comply was not caused by factors beyond the control of **CK Products, LLC** As a result of said failure, **CK Products, LLC's** deduction/abatement under **R-35-11** is hereby terminated.

Committee Result

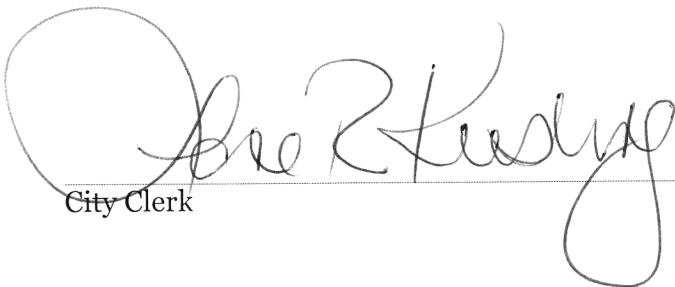
Of the 8 members present, 4 voted in favor of Section 2b, 3 voted against it and 1 abstained. The Ordinance left the Committee with No Recommendation

Regular Session Passage Vote 07-24-18

Of the 8 members present, 3 voted in favor of Section 2c and 5 voted against it

Final Passage Result

The motion for 2c failed and the abatement may continue.


City Clerk

7-25-18
Date of approval

Public Hearing Date: N/A

Read the first time in full and on motion by Councilman Crawford.

Read the second time by title and referred to the Finance Committee.

Read the third time in full and on motion by Councilman Crawford, placed on passage by the following vote:

<u>TOTAL VOTES</u>	<u>AYES</u>	<u>NAYS</u>	<u>ABSTAINED</u>	<u>ABSENT</u>
ARP	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
BARRANDA	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
CRAWFORD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
DIDIER	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
ENSLEY	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
FREISTROFFER	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
HINES	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
JEHL	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
PADDOCK	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>


DATED: July 24, 2018

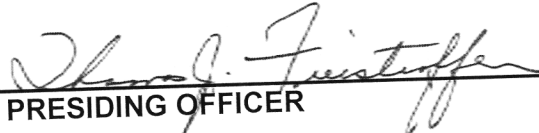

LANA R. KEESLING, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as

Resolution No. R-18-07-24 on the 24th day of July, 2018

ATTEST:


LANA R. KEESLING
CITY CLERK


PRESIDING OFFICER