



CITY OF FRANKLIN
COMMUNITY DEVELOPMENT DEPARTMENT

Staff Report

To: Economic Development Commission Members
From: Dana Monson, Community Development Specialist
Date: November 14, 2023
Re: Case EDC 2023-09 – Mitsubishi Turbocharger and Engine America

Case EDC 2023-09 – MTEA: A request for a 5-year tax abatement on \$2,509,020 of personal property investment.

Location: 1200 N. Mitsubishi Parkway

Summary:

- Characteristics of this location:
Existing Location – 1200 N Mitsubishi Parkway



- Characteristics of this petitioner:
MTEA opened their first US facility in Franklin Indiana in 2015. They were originally partners sharing the facility with Mitsubishi Heavy Industries, but in 2021 MHI closed their portion and MTEA became the primary occupant. The company focuses on turbocharger engines and in 2017 met its first milestone of producing 1 million turbos in this facility. That was quickly passed in 2018 when they produced 2 million and were awarded General Motors Supplier of the Year, an award they repeated

in 2019 as well as receiving the Honda Excellence in Delivery and Quality award. In 2020 they were at 4 million turbos produced here. The company continues to grow its business at this facility.

3. Characteristics of this project:

MTEA is investing in new equipment which will add 2 new lines for production to this facility and add 22 jobs.

4. Economic Revitalization Area (ERA):

This property was designated an ERA by Resolution 2008-08.

5. Previous Tax Abatement Received:

MTEA previously received a ten-year personal property abatement in 2013 and MHICC received a real property abatement that same year to add additional space to the facility to accommodate MTEA.

6. ERA & Tax Abatements Findings (Personal Property):

Indiana Code Section 6-1.1-12.1-4.5 states that the following findings must be made when considering an ERA designation and the granting of tax abatement for personal property:

- a. Whether the estimate of the cost of new manufacturing equipment is reasonable for equipment of that type;
- b. Whether the estimate of the number of individuals who will be employed or whose employment will be retained can be reasonably expected to result from the instillation of new manufacturing equipment;
- c. Whether the estimate of annual salaries of those individuals who will be employed or whose employment will be retained can be reasonably expected to result from the installation of the new manufacturing equipment;
- d. Whether any other benefits about which information was requested are benefits that can be reasonably expected to result from the installation of the new manufacturing equipment; and
- e. Whether the totality of the benefits is sufficient to justify the tax abatement.

7. City of Franklin "Tax Abatement Policy" criteria:

The "Tax Abatement Policy" section of the *City of Franklin Community Investment Incentives Summary* states that the Economic Development Commission shall use certain criteria when considering a request for tax abatement. A comparison of those criteria and the proposed request follows:

- a. *Diversification of Local Occupations:* MTEA will be retaining 77 full-time jobs with this project and adding an additional 22 jobs.
- b. *Diversification of Local Employment:* This project will retain a current Franklin company and the jobs that are located at the current plant while adding an additional 22 new jobs.
- c. *Increase in Local Salaries:* The average wage for all industries in Johnson County for 2023 is \$21.75. The average hourly wage in Johnson County for Low/moderate wages is \$14.85 per hour. MTEA will pay an average of \$15.50 per hour for new employees to begin training, then

pay \$19.88 for retained employees, This is below the county average wage but above the low/moderate wage.

- d. *Sustainable Land Use*: The petitioner proposes to make this investment at their current location.
 - e. *Future Community Investment*: The applicant should share with the EDC their plans for future community investment. The company is agreeing to a 5% for personal property.
 - f. *Conformance with the Comprehensive Plan*: The Comprehensive Plan - Future Land Use Plan identifies this property as Industrial General. Industrial General zoning permits the following uses: Industrial Uses • agricultural products terminal • dry cleaners (commercial) • food & beverage production • general industrial production • light industrial assembly & distribution • light industrial processing and distribution • power generation facility (commercial) • research and development facility • truck freight terminal • warehouse & distribution facility
 - g. The property is zoned IG, Industrial: General. The "IG," Industrial: General zoning district is intended to provide locations for general industrial manufacturing, production, assembly, warehousing, research and development facilities, and similar land uses. This district is intended to accommodate a variety of industrial uses in locations and under conditions that minimize land use conflicts. This district should be used to support industrial retention and expansion in Franklin.
8. Tax Abatement Duration:
The *City of Franklin Community Investment Incentives Summary* provides that longer periods of abatement on real and personal property may be considered for requests of an exceptional nature. The Summary states that development examples of an exceptional nature include projects that:
- a. Create a new plant or product line for an existing manufacturer;
 - b. Creates substantial employment opportunities with higher than average wages;
 - c. Increase substantially property values and the city tax base with minimal impact on city services (police & fire protection, schools, utilities, infrastructure, etc.); and
 - d. Utilize existing public infrastructure (sanitary & storm sewer, roads & streets, drainage facilities, and other utilities).
9. Requested Effective Year:
The petitioner has requested that, if approved, the tax abatement be effective for the first year taxes are assessed at an increased assessment rate.

Staff Comments:

The Mayor is supportive of this application for three to a maximum of five years based on the company's long relationship with the city and the number of city residents who are employed here.

☐ Compliance Affidavit

Type of Abatement RequestedReal Property ☐Personal Property ☒Length of Abatement Requested: 5 YearsProject Size (square feet): N/ASize of Site (acres): N/A

Type of Building:

Multiple Tenants (leased)

Single Tenant (leased)

Owner Occupied

Corporate Headquarters

Capital Investment

1. Real property capital investment only:

2. Personal property capital investment only:

3. Total capital investment for proposed project:

2,509,020**Jobs Created and/or Retained**

1. Estimated number of full time jobs created by the proposed project:

22

2. Estimated number of full time jobs retained as a direct result of the proposed project:

77

3. Total number of full time jobs upon project completion:

99**Wages Created and Retained**

1. Average hourly wage rate for new jobs (w/o benefits)

\$15.50

2. Average hourly wage rate for jobs retained (w/o benefits)

\$19.88

***In addition to answering these questions, please fill out the Job and Wage Description for Tax Abatement Application information sheet and submit it with the application as an attachment.

Please explain why the abatement incentive is necessary to the project: Attach additional sheets as necessary.

There is a tight economic climate which produces slim margins. This abatement will enable MTEA to make an investment of this size.

Company InformationHow long has the company been in existence? 2014 in Franklin, INCurrent address of company headquarters and duration at that address: 2 Pierce Place; Itasca, IL 60143
Since 1985

Approximate percentage of employees at current location who live in the City of Franklin and/or Johnson County:

67.23%Have you ever received tax abatement at your current location? Yes No

If yes, when and for what term?

10 Year Abatement Passed 12-10-13 - Common Council Abatement 13-07/13-22

What specifically has the company done to give back to the community:

Donations to Franklin Education Connection & United Way

While acting as a strong advocate for using economic incentives to help applicants expand and/or locate in the community, the City of Franklin also strives to enrich the quality of life for its citizens. To that end, the City embraces the use of voluntary economic development fees as allowed under Indiana law (IC 6-1.1-12.1-14). These fees are directed by the City to local nonprofit organizations to bolster their economic development efforts. The fee can be applied on both real and personal property abatements. The fee is collected annually by the County Treasurer as a special assessment on the tax bill and is distributed by the City to the designated economic development nonprofit organization. Typically, 2% is charged on Real Property and 5% is charged on Personal Property. The fee is a percentage of the abatement received. For example, instead of receiving 100% abatement in the first year, the company receives a 95% abatement, with the 5% difference going to support local economic development. More information can be found on the City's website (www.franklin.in.gov) under the Economic Development tab.

Is the company agreeable to the Economic Development Fee? Yes No

If yes, at what percent(s)?

5%

[Select Language ▼](#)[Home \(/\)](#) > [Jobs](#)[🏠 - Production](#) [📍 Franklin, IN, USA](#) [💵 \\$ 15.50](#) [📅 Hourly](#) [👤 Full Time](#)

👍 **Excellent benefits:** Company provides on day 1, employer paid premium coverage for Health, Dental, Short-term, Long-term, AD&D and Life Insurance. Vision insurance available on day 1. Company 401K match. Paid Holidays, including paid winter-break shutdown. Paid Vacation, Sick and Personal Days. Shift differential.

Email Me This Job (<mailto:?subject=Assembly%20Associate%20at%20Mitsubishi%20Turbocharger%20and%20Engine%20America&body=Apply%20for%20the%20Assembly>)

Summary:

Safely and efficiently operate a variety of production equipment. Responsible for assembling and packaging parts as instructed by the supervisor. Inspects all product to ensure high quality.

Essential Duties and Responsibilities:

- Work safely at all times
- Ability to work on an assembly line to operate machinery, load, assemble, unload and pack components and completed parts
- Visual inspection – ability to view parts to ensure quality
- Collect data and record as required
- Understand and follow work instructions
- Follow internal procedures
- Meet daily production goals efficiently
- Contribute to a Team Work Environment
- Participate and complete all mandatory overtime including Saturday and Sunday, as scheduled
- Perform other duties as assigned by MTEA management

Job Requirements:

- Manufacturing experience is preferred.
- Ability to lift a minimum of 40 lbs. throughout the shift
- Ability to stand throughout the shift and overtime as assigned

Excellent benefits:

- Company provides on day 1, employer paid premium coverage for Health, Dental, Short-term, Long-term, AD&D and Life Insurance for employee and dependents.
- Vision insurance available on day 1.
- Company 401K match.
- Paid Holidays, including paid winter-break shutdown.
- Paid Vacation, Sick and Personal Days.
- Shift differential for 2nd shift.
- \$500 Referral Bonus.

**JOB AND WAGE DESCRIPTION
FOR TAX ABATEMENT APPLICATION**

Please provide the following job and wage earning information that is associated with this Tax Abatement Petition *(Please specify all wages in an hourly format without benefits)*:

- (1) Company NAICS code: 336310.
- (2) The total number of jobs current at the site: 77, the number of those jobs that will be retained as a direct result of the proposed investment 77, and the number of new jobs which will be created as a direct result of the proposed investment 22.
- (3) The total number of full-time employees at the site: 77.
- (4) The total number of temporary and/or contract employees currently at the site: 3.
- (5) The average hourly wages for the new jobs: \$15.50.
- (6) Will the new jobs being created begin as temporary and/or contract employees? Yes
If yes, please provide an explanation of the typical transition process to full time:
Temporary contract used to supplement FTE until total number reached

- (7) Number of new and/or retained jobs in:

- (a) Managerial/Professional Specialty Occ.: 11 Average Hourly Wage: \$47.31
- (b) Technical/Sales/Admin. Support Occ.: 30 Average Hourly Wage: \$38.33
- (c) Service Occ.: Average Hourly Wage:
- (d) Precision Production/Craft/Repair Occ.: 8 Average Hourly Wage: \$30.14
- (e) Operators/Fabricators/Laborers: 28 Average Hourly Wage: \$19.88

Note: The total number of jobs specified above should correspond with the Statement of Benefits Form SB-1.

- (8) **Attach detailed information on the types of benefits offered for new employees. A description of all possible bonuses and incentives should also be given if provided.**

SUMMARY OF MTEA BENEFITS FOR SALARY NON-EXEMPT EMPLOYEES

Medical (Cigna OAP High or OAP IN) from day 1 - Premium covered by Employer. Employees are required to pay a \$200 Spousal Surcharge if they are electing medical coverage that includes their spouse where the spouse is also eligible for medical coverage under another employer group medical plan.

Dental (Cigna PPO) from day 1 - Premium covered by Employer. Employees are not required to pay a Spousal Surcharge if they are electing dental coverage that includes their spouse where the spouse is also eligible for coverage under another employer group plan.

Vision (EyeMed) - Group rate, premium paid by employee.

Pre-tax coverage:

Single	\$5.69
Employee + Spouse	\$11.35
Employee + Children	\$12.14
Family	\$18.56

Life/AD&D/STD/LTD -Covered by Employer-Life Benefit = 2 X annual salary

401k Safe Harbor Plan (John Hancock) - eligible after 1 year of service.

Company Match:

1 to 3% = 100%

4 to 5% = 50%

Personal Days – 3 days after one year of service for full-time employees.

Sick Days - Up to six days per calendar year for full-time employees who have completed their probation period. Sick days are prorated in the calendar year an employee starts employment with MTEA.

Vacation - Vacation time shall be determined by reference to years of employment, based on the anniversary date of your hiring.

Vacation is as follows:

<u>Years of Service</u>	<u>Days</u>
2-4	10
5-6	15
7-8	16
9-10	17
11-12	18
13-14	19
15 or more	20

(Maximum 20 days per year allowed including any carryover from previous year)

Paid Holidays – 13 days (including shutdown between Christmas and New Year's)

Tuition reimbursement program: Full-time employees are eligible after one year of employment for tuition reimbursement for courses directly related to their job at MTEA.

Employee Assistants Program

Mitsubishi Turbocharger & Engine America (MTEA) Human Resources Policy

Sign on Bonus

Policy: MTEAIN - 212
Effective Date: 10/1/2023
Revision No.: 0

Purpose: To advise new hires on the Sign on Bonus.

Scope: All new hires can earn a tiered sign on bonus of up to \$2000.

Policy:

To qualify, the new employee must meet the following guidelines:

- Hired between October 1, 2023 through December 31, 2023.
- Tiered structured as follows:
 - 3 months of employment \$300 earned.
 - 6 months of employment \$500 earned.
 - 12 months of employment \$1200 earned.
- Must follow appropriate Attendance Policies.
- New hire must be employed on the anniversaries to qualify for bonus amounts.

Each payment of the sign on bonus is subject to mandatory taxes.

This policy only applies to MTEA Franklin facility Turbocharger Division.

This policy will be in effect starting October 1, 2023 through December 31, 2023.
MTEA reserves the right to revise, modify, end, and extend this policy as needed.

**EMPLOYMENT PHASE-IN SCHEDULE
JOB CREATION/RETENTION TIMETABLE**

	MANAGER	TECH/ADMIN	ENGINEER	OPERATOR	Total
Year of Abatement	Job Type 1	Job Type 2	Job Type 3	Job Type 4	
1st Quarter	11	30	8	28	77
2nd Quarter				3	3
3rd Quarter				11	11
4th Quarter					
Year of Abatement					
1st Quarter				3	3
2nd Quarter				5	5
3rd Quarter					
4th Quarter					
Year of Abatement					
1st Quarter					
2nd Quarter					
3rd Quarter					
4th Quarter					
TOTAL	11	30	8	50	99

2023

2024

COMPANY INVESTMENT TIMETABLE

GA09 GA10

2023

	Buildings	Equip. Type 1	Equip. Type 2	Equip. Type 3	Total
Year of Abatement					
1st Quarter					
2nd Quarter					
3rd Quarter					
4th Quarter		\$1,284,020	\$1,225,000		\$2,509,020
Year of Abatement					
1st Quarter					
2nd Quarter					
3rd Quarter					
4th Quarter					
Year of Abatement					
1st Quarter					
2nd Quarter					
3rd Quarter					
4th Quarter					
TOTAL		\$1,284,020	\$1,225,000		\$2,509,020

**ENVIRONMENTAL, LAND USE, AND
PERMITTING COMPLIANCE AFFIDAVIT**

I, Atsushi Une (representative) on behalf of Mitsubishi Turbocharger and Engine America, Inc. (company) represent that, except to the extent that the City of Franklin has been given written notice of any environmental, chemical, or waste hazards or violations prior to the date of this affidavit, the petition and project plan of Mitsubishi Turbocharger and Engine America, Inc. (company) does not contemplate, contain, nor anticipate:

- (1) any violation(s) of City of Franklin Municipal codes and/or ordinances;
- (2) any violation(s) of applicable zoning ordinances;
- (3) any violation(s) of site plan review and/or building permit requirements;
- (4) any violation(s) of federal or state laws, including but not limited to OSHA and ADA, and all other regulations regarding safety, land use, and access;
- (5) any violation(s) of federal or state laws, including but not limited to the creation, maintenance, utilization, control, handling, existence, and/or disposal of hazardous waste, chemicals, conditions, equipment, materials, entities, or components as defined under federal and/or state law.

Further, Mitsubishi Turbocharger and Engine America, Inc. (company) states that the construction and operation of the proposed facility will in no way result in any discharges which will result in interruptions, inconsistencies, or failures in the operation of the Franklin Wastewater Treatment facility. The petitioner understands that the violation of any element of this affidavit may result in the revocation of any tax abatements or other economic incentives which may have been granted by the City of Franklin.

 10/18/2023
Petitioner Date

STATE OF _____

SS:

COUNTY OF _____

Subscribed and sworn to before me on this _____ Day of _____, 20____.

My Commission Expires: _____

Notary Public



Indiana Tax Abatement Results

- Johnson County, FRANKLIN CITY NEEDHAM TWP
- Tax Rate (%): 3.0623
- Project Name: mtea

Personal Property: **\$2,509,020**

	Abatement Percentage	With Abatement			Without Abatement			Estimated Tax Abatement Savings
		Property Taxes	Circuit Breaker Tax Credit	Net Property Taxes	Property Taxes	Circuit Breaker Tax Credit	Net Property Taxes	
Year 1	100	\$0	\$0	\$0	\$30,733	(\$625)	\$30,108	\$30,108
Year 2	80	\$8,605	\$0	\$8,605	\$43,027	(\$875)	\$42,152	\$33,546
Year 3	60	\$12,908	\$0	\$12,908	\$32,270	(\$657)	\$31,614	\$18,706
Year 4	40	\$14,752	\$0	\$14,752	\$24,587	(\$500)	\$24,087	\$9,335
Year 5	20	\$18,440	\$0	\$18,440	\$23,050	(\$469)	\$22,581	\$4,141
Totals		\$54,706	\$0	\$54,706	\$153,667	(\$3,126)	\$150,541	\$95,836



Indiana Tax Abatement Results

- Johnson County, FRANKLIN CITY NEEDHAM TWP
- Tax Rate (%): 3.0623
- Project Name: mtea

Personal Property: **\$2,509,020**

	Abatement Percentage	Property Taxes	With Abatement		Without Abatement		Net Property Taxes	Estimated Tax Abatement Savings
			Circuit Breaker Tax Credit	Net Property Taxes	Property Taxes	Circuit Breaker Tax Credit		
Year 1	100	\$0	\$0	\$0	\$30,733	(\$625)	\$30,108	\$30,108
Year 2	66	\$14,629	\$0	\$14,629	\$43,027	(\$875)	\$42,152	\$27,522
Year 3	33	\$21,621	\$0	\$21,621	\$32,270	(\$657)	\$31,614	\$9,993
Totals		\$36,250	\$0	\$36,250	\$106,031	(\$2,157)	\$103,873	\$67,623

EXHIBIT A

MHI OPTION REAL ESTATE

Legal Description

A part of the West half of the Northeast quarter of Section 18, Township 12 North, Range 5 East of the Second Principal Meridian, Needham Township, Johnson County, Indiana, described as follows:

Beginning at the Northeast corner of the said half quarter section; thence Southerly on and along the East line of the said half quarter section, a distance of 1660 feet; thence Westerly on a line parallel with the North line of the said half quarter section, a distance of 737 feet, more or less, to a point on the Easterly right-of-way line of Interstate 65; thence Northwesterly on and along said right-of-way line, a distance of 1695 feet, more or less, to a point on the North line of the said half quarter section; thence Easterly on and along said North line a distance of 1075 feet, more or less, to the Place of Beginning, containing 34.5 acres, more or less, subject to all legal rights-of-way and easements.

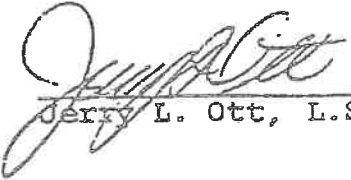
AND,

A part of the East half of the Northeast quarter of Section 18, Township 12 North, Range 5 East of the Second Principal Meridian, Needham Township, Johnson County, Indiana, described as follows:

Beginning at the Northwest corner of the said half quarter section; thence Southerly on and along the West line of the said half quarter section, a distance of 1660 feet; thence Easterly on a line parallel with the North line of the said half quarter section, a distance of 327.3 feet, more or less; thence Northerly on a line parallel with the West line of the said half quarter section, a distance of 1660 feet, more or less, to a point on the North line of the said half quarter section; thence Westerly on and along said North line a distance of 327.3 feet, more or less, to the Place of Beginning, containing 12.5 acres, more or less, subject to all legal rights-of-way and easements.

Total Real Property Described: 47.0 acres.

This description is not based upon a survey and has been prepared from scaled dimensions from the topographic drawing of the "Franklin Eastside Business Park" prepared by The Odle McGuire & Shock Corp. for The Crider Development Group, 1995.


Jerry L. Ott, L.S.

11-6-95



STATEMENT OF BENEFITS PERSONAL PROPERTY

State Form 51764 (R / 1-06)

Prescribed by the Department of Local Government Finance

FORM SB-1 I PP

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:

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. "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)
2. 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
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. 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 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)
5. The schedules established under IC 6-1.1-12.1-4.5(d) and (e) apply to equipment installed after March 1, 2001. For equipment installed prior to March 2, 2001, the schedules and statutes in effect at the time shall continue to apply. (IC 6-1.1-12.1-4.5(f) and (g))

SECTION 1		TAXPAYER INFORMATION						
Name of taxpayer Mitsubishi Turbocharger and Engine America, Inc.								
Address of taxpayer (number and street, city, state, and ZIP code) 1200 N. Mitsubishi Parkway; Franklin, IN 46131								
Name of contact person Linda Brown		Telephone number (317) 346-5028						
SECTION 2		LOCATION AND DESCRIPTION OF PROPOSED PROJECT						
Name of designating body Mitsubishi Turbocharger and Engine America Inc.		Resolution number (s)						
Location of property 1200 N. Mitsubishi Parkway; Franklin, IN 46131		County Johnson	DLGF taxing district number 41-018					
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) 2 production lines for 2.5L Gasoline Turbocharger.		ESTIMATED						
		START DATE	COMPLETION DATE					
		Manufacturing Equipment	12-1-23 1-31-24					
		R & D Equipment						
		Logist Dist Equipment						
IT Equipment								
SECTION 3		ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT						
Current number 77	Salaries \$5.7M	Number retained 77	Salaries \$5.7M	Number additional 22	Salaries \$322,000			
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	\$0							
Plus estimated values of proposed project	\$2,509,020							
Less values of any property being replaced	\$0							
Net estimated values upon completion of project	\$2,509,020							
SECTION 5		WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER						
Estimated solid waste converted (pounds) 0		Estimated hazardous waste converted (pounds) 0						
Other benefits:								
SECTION 6		TAXPAYER CERTIFICATION						
I hereby certify that the representations in this statement are true.								
Signature of authorized representative Ash Zue		Title Plant Controller	Date signed (month, day, year) 10/18/2023					

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 _____.

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

- | | |
|--|--|
| 1. Installation of new manufacturing equipment; | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 2. Installation of new research and development equipment; | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 3. Installation of new logistical distribution equipment. | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 4. Installation of new information technology equipment; | <input type="checkbox"/> Yes <input type="checkbox"/> No |

C. The amount of deduction applicable to new manufacturing equipment is limited to \$ _____ cost with an assessed value of \$ _____.

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

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

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

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

- | | | |
|-------------------------------------|--------------------------------------|--|
| <input type="checkbox"/> 1 year | <input type="checkbox"/> 6 years | ** For ERA's established prior to July 1, 2000, <u>only</u> a 5 or 10 year schedule may be deducted. |
| <input type="checkbox"/> 2 years | <input type="checkbox"/> 7 years | |
| <input type="checkbox"/> 3 years | <input type="checkbox"/> 8 years | |
| <input type="checkbox"/> 4 years | <input type="checkbox"/> 9 years | |
| <input type="checkbox"/> 5 years ** | <input type="checkbox"/> 10 years ** | |

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)
Attested by:	Designated body	

* 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