

2007/2008

CITY CLERK-TREASURER
MAY 03 2006
RODNEY L. MEYERHOLTZ

RESOLUTION NO. 2006-9

A RESOLUTION APPROVING A DEDUCTION FROM
ASSESSED VALUATION FOR MANUFACTURING
EQUIPMENT IN AN ECONOMIC REVITALIZATION AREA,
THE CONTINUING DESIGNATION OF AN ECONOMIC
REVITALIZATION AREA APPROVING CHANGE OF
OWNERSHIP AND LOCATION OF MANUFACTURING
EQUIPMENT PREVIOUSLY APPROVED FOR TAX ABATEMENT

WHEREAS, the City Council of Shelbyville, Indiana (the "Council") recognizes the need to stimulate growth and to maintain a sound economy within the corporate limits; and

WHEREAS, PK U.S.A., Inc. ("PK") is the owner of certain land and improvements (the "Real Estate") within Shelby County, Indiana and located in the City of Shelbyville; and

WHEREAS, said Real Estate was designated an Economic Revitalization Area in 1988 under Resolution No. 1988-27 and Ordinance No. 1937; and

WHEREAS, the Council has previously granted to PK tax abatements for the project described in said Resolution and Ordinance as well as several subsequent applications including Resolutions 1992-19, 1993-24, 1995-19, 1998-13, 2000-6, 2005-27 and 2005-31, 2005-32 and 2006-1; and

WHEREAS, PK has complied with the Statement of Benefits filed for said abatements; and

WHEREAS, PK has filed a new Statement of Benefits, State Form 27167, along with certain other information requested by the Council (collectively, the "Statement of Benefits") and requested

tax abatement for new manufacturing equipment to be installed at PK on said Real Estate (the "Project");

WHEREAS, PK has obtained ownership of certain manufacturing equipment previously owned by Blue River Stamping, Inc. ("Blue River Equipment") which was granted tax abatement to Blue River Stamping, Inc. and PK desires to relocate such Blue River Equipment to the Real Estate and continue to have such abatement; and

WHEREAS, pursuant to the provisions of IC 6-1.1-12.1 (the "Act"), any additional assessed value resulting from the purchase and installation of new manufacturing equipment is eligible for tax abatement and the continuation of such abatement as to the Blue River Equipment is also provided for under the Act.

BE IT RESOLVED by the Council (i) that the estimate of the cost of the new manufacturing equipment is reasonable for equipment of the type described by PK in its Statement of Benefits; (ii) that 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 installation of the new manufacturing equipment; (iii) that the estimate of the annual salaries of the individuals who will be employed or whose employment will be retained can be reasonably expected to result from the proposed installation of new manufacturing equipment; (iv) that the other benefits about which information was requested can be reasonably expected to result from the proposed installation of the new manufacturing equipment; (v) that the totality of benefits is more than sufficient to justify


the deduction and the continuing designation of the Real Estate as an Economic Revitalization Area; and that none of the new manufacturing equipment shall be used to dispose of solid waste or hazardous waste by converting the solid waste or hazardous waste into energy or other useful products.

BE IT FURTHER RESOLVED by the Council that the Real Estate which is located at 600 Northridge Drive, Shelbyville, Shelby County, Indiana, is hereby confirmed as and found to be an Economic Revitalization Area and PK as Owner of the Real Estate shall be entitled to a deduction from the assessed value for a period of ten (10) years as to new manufacturing equipment pursuant to IC 6-1.1-12.1-4.5.


BE IT FURTHER RESOLVED that PK shall be entitled to a deduction from the assessed value of the Blue River Equipment for the period of time remaining as initially approved and the relocation of the Blue River Equipment to the Real Estate is approved.

BE IT FURTHER RESOLVED that the Council, pursuant to IC 6-1.1-12.1-11.3 waives non-compliance with those provisions set forth in IC 6-1.1-12-1-11.3(a).

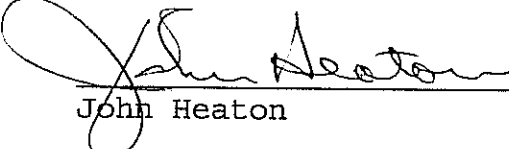
ADOPTED this 15th day of May, 2006.



Dick Ferro



Scott Furgeson, Mayor
City of Shelbyville



John Heaton

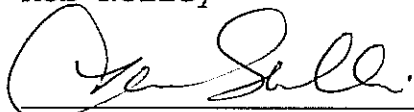


David Phares II



Jeff Sponsel

Rob Nolley

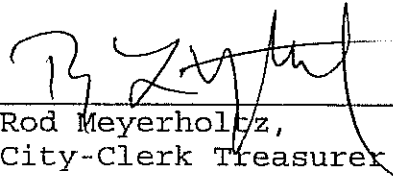


Tamara Sullivan



Kim Owens

ATTEST:



Rod Meyerholtz,
City-Clerk Treasurer

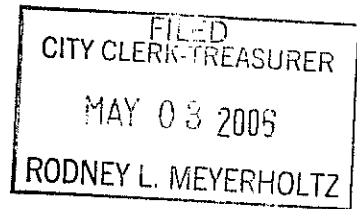
BLUE RIVER EQUIPMENT

AIDA 200C C-FRAME STAMPING PRESS
AIDA 200C C-FRAME STAMPING PRESS
AIDA 200C C-FRAME STAMPING PRESS
AIDA 200C C-FRAME STAMPING PRESS
MACHINE FOUNDATIONS, BRIDGE CRANE, COMPRESSOR, ETC.
CUSHION PINS FOR C-FRAME PRESSES
ELECTRICAL EQUIPMENT & INSTALLATION
CONVEYER SYSTEM
AIDA 300 TON STAMPING PRESS & FEEDER
MOVE/INSTALL OWNED PRESSES
POKA-YOKE FOR TRW EXT DASH UPR R/L
BRIDGE CRANE FOR 300T PRESS
SCRAP CHUTES, PART CHUTES, PART CARRIERS
AIDA 300 TON STAMPING PRESS & FEEDER
INSPECTION EQUIPMENT
MANUFACTURING HAND TOOLS
SLING CHAIN/HOOK FOR OVERHEAD CRANE
FOUNDATION FOR 300 TON CRANE
DIE CARRIERS/CARTS
MOVE/INSTALL EQUIPMENT PRESSES/PJW
PJW PURCHASE AND INSTALL OF 3 UNITS
PUSH TEST MACHINE FOR PJW

TOTAL ORIGINAL VALUE

\$2,628,317.00

APPLICATION FOR TAX ABATEMENT



The undersigned hereby requests the City Council of Shelbyville, Indiana for Tax Abatement and, in support of such request, shows said Council as follows:

1. Owner's Name: PK U.S.A., Inc.
2. Owner's Address: c/o Peter G. DePrez
24 E. Polk, P.O. Box 718
Shelbyville, IN 46176
3. Name of person, firm, association, partnership or corporation intending to lease or buy owner's real estate if designated as an economic revitalization area: N/A
4. Legal description and commonly known address of property previously designated as economic revitalization area:

Common Address: 600 Northridge Drive, Shelbyville, IN 46176

Description attached hereto as "Exhibit A".
5. A map and plat are attached hereto as "Exhibit B".
6. Current zoning of area: M-2.
7. Will rezoning or variance be required? No.
8. 2005 assessed valuation of land: \$604,700.00
Improvements: \$17,118,400.00
2005 assessed value of personal property and of manufacturing equipment: \$13,579,960.00
9. Amount of property taxes payable during 2006:
Real Estate \$199,778.57 per half
Personal Property \$134,214.76 per half
10. Describe in detail the anticipated redevelopment or rehabilitation: None.
11. Date project will begin: Spring, 2006.
Completion date: Summer of 2006.
12. Estimated cost of redevelopment or rehabilitation: Not applicable.

13. Additional municipal services necessitated by the project: None

14. Description of new manufacturing equipment: See "Exhibit C".

15. Estimated cost of new manufacturing equipment: \$75,000.00 to \$85,000.00.

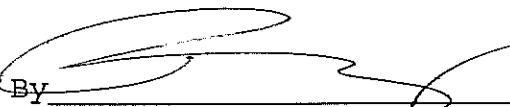
16. Estimated installation of new manufacturing equipment date: Summer of 2006

17. Statement describing in what manner the property is an economic revitalization area as defined in I.C. 6-1.1-12.1-1(1): The reason the real estate continues to be qualified for designation as an Economic Revitalization Area is that the real estate is within the jurisdictional limits of the City of Shelbyville and had become undesirable for or impossible of, normal development and occupancy because of lack of development, cessation of growth, deterioration of improvements or character of occupancy, age, obsolescence or was technologically, economically or energy obsolete or other factors which had impaired values and prevented a normal development of property or use of property prior to the original designation, and the Company needs to update some equipment from a technological and economical aspect.

18. No new jobs will be created but the installation of the new manufacturing equipment will help to maintain current employment levels.

The undersigned owner hereby certifies that the foregoing information and representations are true and accurate this 3 day of May, 2006.

PK U.S.A., INC.

By 
Peter G. DePrez, Attorney for Applicant

BROWN, DePREZ & JOHNSON
24 E. Polk, P.O. Box 718
Shelbyville, IN 46176
317/398-2414 or 835-4456

LEGAL DESCRIPTION

Part of section 25, township 13 north, range 6 east and part of section 30, township 13 north, range 7 east in Shelby County, Indiana, more particularly described as follows:

Beginning at a point on the centerline of the Michigan Road (Old US 421) 17 feet south of the north line of the south half of section 30, township 13 north, range 7 east; thence south 22 degrees 12 minutes east along the centerline of said road 701.87 feet; thence north 89 degrees 56 minutes 34 seconds west 2282.06 feet; thence north 00 degrees 00 minutes 00 seconds 50.00 feet to the point of beginning of the following described tract: Running thence from said point of beginning north 89 degrees 56 minutes 34 seconds west 1477.35 feet to the northeast right of way line of the Conrail Railroad; thence north 49 degrees 04 minutes 50 seconds west along said right of way line 1979.62 feet; thence south 89 degrees 50 minutes 46 seconds east 2973.22 feet; thence south 00 degrees 00 minutes 00 seconds 1290.14 feet to the point of beginning.

EXCEPT,

Part of the southwest quarter of section 30, township 13 north, range 7 east in Shelby County, Indiana; more particularly described as follows:

Beginning at a point at a road nail on the centerline of the Michigan Road (formerly U.S. Highway 421) 17 feet south of the line dividing the north half and the south half of said section 30, and running thence north 89 degrees 56 minutes 00 seconds west 1748.90 feet to an iron pipe; thence north 00 degrees 29 minutes 00 seconds west 687.10 feet to an iron pipe; thence south 89 degrees 58 minutes 00 seconds west 358.50 feet to an iron pipe; thence south 00 degrees 29 minutes 00 seconds east 713.48 feet to the point of beginning of this tract: thence continuing south 00 degrees 29 minutes 00 seconds east 120.37 feet to an iron pipe; thence north 89 degrees 31 minutes 00 seconds east 200.00 feet to an iron pipe; thence north 00 degrees 29 minutes 00 seconds west 118.45 feet to an iron pipe, said pipe also being on the south line of a 27.0 foot easement; thence north 89 degrees 56 minutes 00 seconds west 200.00 feet along the south line of said easement to the point of beginning, subject to all existing legal highway rights of way and easements of record.

Together with a 27.00 foot easement for the purpose of ingress and egress more particularly described as follows:

Part of the south half quarter of section 30, township 13 north, range 7 east of the second principal meridian in Shelby County, Indiana more particularly described as follows:

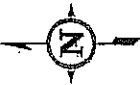
Beginning at a point at a road nail on the centerline of the

Michigan Road (formerly U.S. Highway 421) 17 feet south of the line dividing the north half and the south half of said section 30, and running thence north 89 degrees 56 minutes 00 seconds west 2107.40 feet along a fence line and its extension; thence south 00 degrees 29 minutes 00 seconds east 27.00 feet; thence south 89 degrees 56 minutes 00 seconds east 2118.48 feet to the centerline of said Michigan Road; thence north 22 degrees 19 minutes 00 seconds west 29.18 feet along the centerline of said Michigan Road to the point of beginning of this easement.

ALSO: Part of the southwest quarter of section 30, township 13 north, range 7 east in Shelby County, Indiana; more particularly described as follows:

Commencing at a point in the centerline of the Old Michigan Road where the north line of the south half of said section crosses said centerline said point also being 3169.80 feet east of the northwest corner of said southwest quarter section, said point being a road nail; thence south 22 degrees 19 minutes 00 seconds east (assumed bearing) 310.22 feet along the centerline of said road to a point; thence south 89 degrees 58 minutes 00 seconds west 382.10 feet; thence north 00 degrees 00 minutes 00 seconds 29.77 feet; thence south 89 degrees 58 minutes 00 seconds west 1232.28 feet to the point of beginning; thence continuing south 89 degrees 58 minutes 00 seconds west 419.93 feet; thence north 00 degrees 29 minutes 00 seconds west 99.20 feet; thence north 89 degrees 31 minutes 00 seconds east 20.45 feet to an iron pin, said iron pin being the southeast corner of a .55 acre tract; thence north 00 degrees 29 minutes 00 seconds west 118.45 feet to an iron pin, said iron pin being the northeast corner of a 0.55 acre tract; thence south 89 degrees 56 minutes 00 seconds east 399.48 feet; thence south 00 degrees 29 minutes 00 seconds east 216.92 feet to the point of beginning.

Subject to all existing legal rights-of-way and easements of record.



Shelbyville-Shelby County GIS

25 W. Polk St. Room 104 Shelbyville, Indiana 46176 Phone (317) 392-6354 Fax (317) 392-6382
E-mail jim.brown@co.shelby.in.us
Aerial Photography March 14, 2003

PK U.S.A. EQUIPMENT

New Servo Robot

\$75,000.00 to \$85,000.00

EXHIBIT C



**STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51764 (5-04)
Prescribed by the Department of Local Government Finance

CITY CLERK TREASURER
MAY 03 2006
RODNEY L MEYERHOLTZ

**FORM
SB - 1 / PP**

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, Form 322 ERA/PPME and/or Form 322 ERA/PP Other, must be filed with the county auditor. Form 322 ERA/PPME and/or Form 322 ERA/PP Other 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 becomes assessable, 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 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(d) and IC 6-1.1-12.1-4.5(e) effective July 1, 2000 apply to any statement of benefits filed on or after July 1, 2000. The schedules effective prior to July 1, 2000 shall continue to apply to those statement of benefits filed before July 1, 2000.

SECTION 1 TAXPAYER INFORMATION	
Name of taxpayer PK U.S.A., Inc.	
Address of taxpayer (street and number, city, state and ZIP code) 600 Northridge Drive, Shelbyville, IN 46176	
Name of contact person William Kent	Telephone number 317-395-5403

SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT		
Name of designating body City Council of Shelbyville, Indiana		Resolution number 2006-9
Location of property 600 Northridge Drive, Shelbyville, IN	County Shelby	Taxing district City of Shelbyville/Addison
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) See Exhibit A	ESTIMATED	
	Start Date	Completion Date
	Manufacturing Equipment	Spring 2006 Summer 2006
	R & D Equipment	N/A
	Logist Dist Equipment *	N/A
IT Equipment *	N/A	N/A

SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT					
Current number 450	Salaries 17,335,000	Number retained 450	Salaries 17,335,000	Number additional 0	Salaries 0

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	40,739,880.	13,579,900.						
Plus estimated values of proposed project	85,000.	28,400.						
Less values of any property being replaced	-0-	-0-						
Net estimated values upon completion of project	40,824,880.	13,608,300.						

SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER	
Estimated solid waste converted (pounds)	Estimated hazardous waste converted (pounds)
Other benefits: N/A	

SECTION 6 TAXPAYER CERTIFICATION		
I hereby certify that the representations in this statement are true.		
Signature of authorized representative	Title Attorney	Date signed (month, day, year) May 3, 2006

PK U.S.A. EQUIPMENT

New Servo Robot

\$75,000.00 to \$85,000.00

EXHIBIT A

NOTICE OF PUBLIC HEARING BY THE CITY
OF SHELBYVILLE COMMON COUNCIL

RE: AUTHORIZATION TO RELOCATE MANUFACTURING EQUIPMENT
PREVIOUSLY GRANTED TAX ABATEMENT

TO: The Citizens of Shelbyville, Shelby County, Indiana

You are hereby notified that on May 15, 2006, at 7:00 P.M. in the Common Council Chambers at the Shelbyville City Hall, 44 West Washington Street, Shelbyville, Indiana, the Shelbyville Common Council will consider Resolution Number 2006-9 which is entitled a Resolution Approving a Deduction from Assessed Valuation for Manufacturing Equipment in an Economic Revitalization Area, the Continuing Designation of an Economic Revitalization Area Approving Change of Ownership and Location of Manufacturing Equipment Previously Approved for Tax Abatement. The applicant is PK U.S.A., Inc.

In considering this Resolution and pursuant to Indiana Code 6-1.1-12.1-4.6, the Shelbyville Common Council will consider whether to authorize PK U.S.A., Inc. to relocate manufacturing equipment previously owned and located at Blue River Stamping, Inc. at 1755 McCall Drive, Shelbyville, Indiana, to 600 Northridge Drive, Shelbyville, Indiana.

Rod Meyerholtz
City Clerk-Treasurer
Shelbyville, Indiana