

ORIGINAL

RESOLUTION NO. 2010-024

RESOLUTION APPROVING DEDUCTION FROM ASSESSED VALUE  
OF NEW MANUFACTURING EQUIPMENT IN AN ALREADY DECLARED  
ECONOMIC REVITALIZATION AREA  
(Magna E-Car Systems of America)

WHEREAS, the Indiana General Assembly has enacted a statute, I.C. 6-1.1-12.1 (the "Act"), authorizing certain deductions from the assessed value of new manufacturing equipment (as defined in the Act) for purposes of taxation of such equipment if installed during the period beginning March 1, 1983 and ending December 31, 2011, or such other date as extended by Indiana Code, in an area that is declared an economic revitalization area; and

WHEREAS, Magna E-Car Systems of America will install new manufacturing equipment at its plant located at 4701 South Cowan Road, Muncie, Indiana, 47302 during the above-described period; and

WHEREAS, by previously adopted resolutions, the Delaware County Council declared and affirmed that the area commonly described as 4701 South Cowan Road which is identified on the attached map and legal description (the "Area"), is an economic revitalization area, and authorizes deductions from assessed value of new equipment, installed in the area for purposes of taxation; and

WHEREAS, as a condition of approval of the ensuing abatement, Magna E-Car Systems of America agrees to update the County Council on a semi-annual basis with regard to the status of employment at the facility during the term of the life of the abatement.

NOW, THEREFORE, BE IT RESOLVED by the County Council of the County of Delaware in the State of Indiana:

1. The Delaware County Council finds and determines that the new information technology equipment to be installed in the above referenced area by Magna E-Car Systems shall be allowed a deduction for five (5) years from the assessed value of such equipment, in accordance with the provisions of I.C. 6-1.1-12.1-4.5.

2. The Delaware County Auditor shall take such further actions as may be required to carry out the purposes of this Resolution and to insure the eligibility of the new equipment for the deduction hereinabove described.

3. This Resolution shall be in full force and effect from and after its passage by the Delaware County Council and such publications as may be required by law.

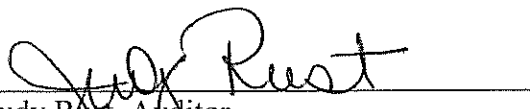
	Yeas	Nays	Abstained	Absent
Ted Bowman	<u>✓</u>	—	—	—
Mary Chambers	<u>X</u>	—	—	—
Mike Jones	<u>X</u>	—	—	—
James King	<u>X</u>	—	—	—
Chris Matchett	<u>X</u>	—	—	—
Kevin Nemyer	<u>X</u>	—	—	—
Ron Quakenbush	<u>X</u>	—	—	—

Passed by the County Council of Delaware County, Indiana this 28 day of September 2010.



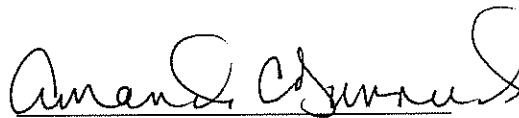
Chris Matchett, President County Council  
Delaware County, Indiana

ATTEST:



Judy Rast, Auditor  
Delaware County, Indiana

This Resolution is approved in form by



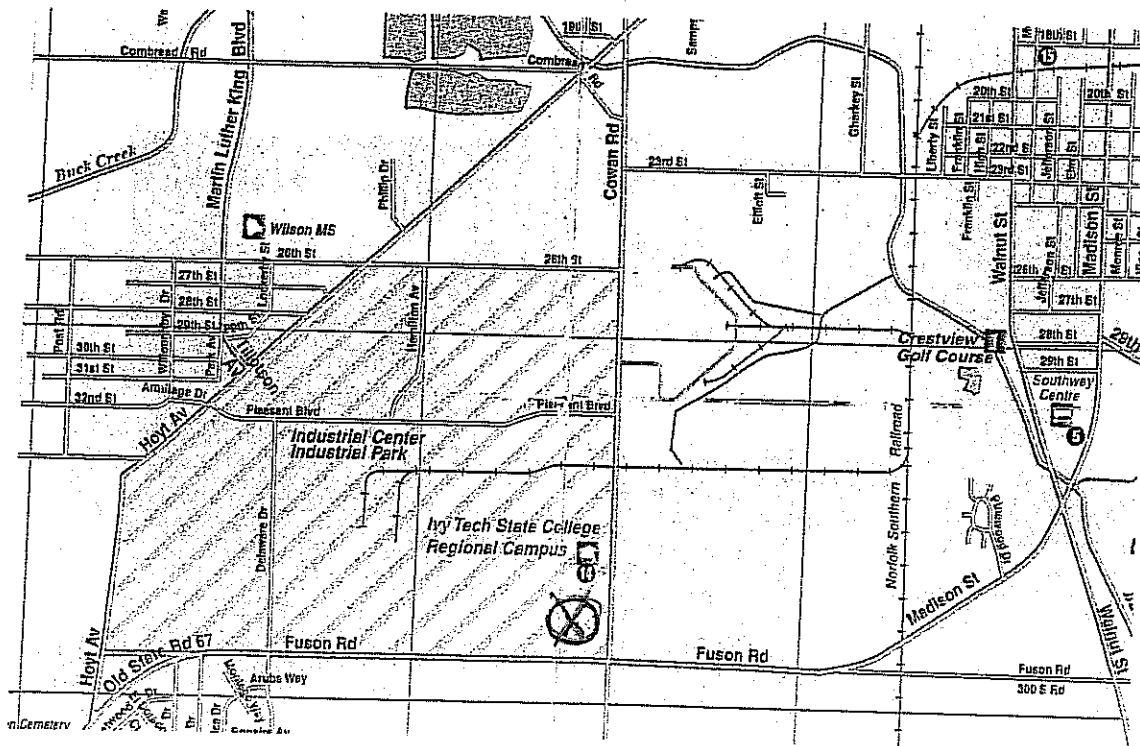
Amanda Dunnuck  
Legal Counsel

Magna E-Car Systems of America  
4701 South Cowan Road  
Legal Description and Map

The Area is located at the northwest corner of South Cowan Road and West Fuson Road, Center Township, Delaware County, Indiana, and includes 77.09 acres, more or less. It is a part of a platted subdivision known as the Industria Centre and is more accurately described in the following legal description:

*A part of Lot #20 in Replat of Industria Centre, as recorded in Plat Book 13, pages 88-89 in the Office of the Recorder of Delaware County, Indiana, more particularly described as follows, to-wit:*

*Beginning at the Southeast Corner of Lot #20 in Replat of Industria Centre, as recorded in Plat Book 13, pages 88-89 in the Office of the Recorder of Delaware County, Indiana; thence North 88°-51'-08" West on and along the South line of said Lot #20, 849.56 feet to the Easterly Corner of Deed Record 2001, pages 6848-6851; thence North 69°-05'-03" West on and along said Deed Record 2001, pages 6848-6851, 70.18 feet; thence North 89°-55'-00" West on and along said Deed Record 2001, pages 6848-6851, 19.69 feet; thence South 52°-22'-28" West on and along said Deed Record 2001, pages 6848-6851, 37.32 feet to the South line of said Lot #20; thence North 88°-51'-08" West on and along said South line 147.35 feet; thence North 89°-06'-11" West on and along said South line 1,070.73 feet; thence North 89°-11'-50" West on and along said South line 465.46 feet to the Southwest Corner of said Lot #20; thence North 00°-14'-15" East on and along the West line of said Lot #20, 1,651.88 feet to the Northwest corner of said Lot #20; thence South 88°-48'-16" East on and along the North line of said Lot #20, 905.33 feet to the Northwest Corner of Deed Record 1998, pages 8998-8999; thence South 00°-14'-15" West on and along the West line of Deed Record 1998, pages 8998-8999, 500.00 feet to the Southwest Corner of said Deed Record 1998; thence South 88°-48'-02" East on and along the South line of said Deed Record 1998, pages 8998-8999, 1,242.49 feet to the Northwest Corner of Deed Record 2000, pages 7017-7018; thence South 00°-14'-15" West on and along the West line of said Deed Record 2000, pages 7017-7018, 250.00 feet to the Southwest Corner of said Deed Record; thence South 88°-48'-02" East on and along the South line of said Deed Record 2000, pages 7017-7018, 500.00 feet to the East line of said Lot #20; thence South 00°-14'-15" West on and along the East line of said Lot #20, 891.95 feet to the point of beginning. Estimated to contain 77.09 acres, more or less.*



**APPLICATION FOR TAX ABATEMENT**  
**New Manufacturing Equipment**

**This completed application, including a map identifying the general location of the facility, should be signed by the owner (or representative) of the new manufacturing equipment and submitted to:**

**Delaware County Council**  
**c/o Bruce Baldwin, Vision 2011**  
**P.O. Box 842**  
**Muncie, IN 47308-0842**  
**PH: 765.751.9104**  
**Please type or print.**

Date: 9/1/2010 Name of Company: Magna E-Car Systems of America

Address of Property: 4701 S. Cowan Rd. Muncie, IN 47302

Township: \_\_\_\_\_

Is legal description attached? Yes  No

Property Owner (s):

Name Magna E-Car Systems of America

Name \_\_\_\_\_

Address 4121 N. Atlantic Blvd

Address \_\_\_\_\_

Auburn Hills, MI 48326

Owner's Representative:

Name Mark Foley Telephone 248-836-4584

Address 4121 N. Atlantic Blvd, Auburn Hills, MI 48326

Is property / facility served by adequate utilities?

Yes  No

Are present utilities adequate for new equipment?

Yes  No

If not, please explain:

Briefly describe the use of the new equipment and its purchase price: The equipment will be used for manufacturing advanced automotive electric drive components. Affected product lines/manufacturing operations are electric vehicle Gearbox assembly; Motor to Gearbox Assembly; Powerplant Dressed Assembly. Purchase price aprox \$4,545.807

Tax Assessment and Payment:

Amount of last business personal property assessment: \$ 0

Amount of last business personal property taxes: \$ 0

**(Please attached a copy of your latest paid tax receipts to this form)**



**STATEMENT OF BENEFITS  
PERSONAL PROPERTY**

State Form 51764 (R / 1-06)

Prescribed by the Department of Local Government Finance

**FORM SB-1 / 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 <b>Magna E-Car Systems of America</b>													
Address of taxpayer (number and street, city, state, and ZIP code) <b>4121 N. Atlantic Blvd, Auburn Hills, MI 48326</b>													
Name of contact person <b>Mark Foley</b>							Telephone number <b>(248) 836-4584</b>						
SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT													
Name of designating body <b>County Council of Delaware County</b>							Resolution number (s)						
Location of property <b>4701 S. Cowan Rd, Muncie, IN 47302</b>					County <b>Delaware</b>		DLGF taxing district number <b>0002</b>						
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)  <b>Manufacturing equipment for production of gearbox for electric vehicles.</b>					ESTIMATED								
										START DATE		COMPLETION DATE	
					Manufacturing Equipment					10/01/2010		12/13/2011	
					R & D Equipment								
					Logist Dist Equipment								
IT Equipment													
SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT													
Current number <b>0</b>		Salaries <b>0.00</b>		Number retained <b>0</b>		Salaries <b>0.00</b>		Number additional <b>6</b>		Salaries <b>187,200.00</b>			
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													
Plus estimated values of proposed project			4,545,807.00	1,818,323.00	0.00	0.00	0.00	0.00	0.00	0.00			
Less values of any property being replaced													
Net estimated values upon completion of project			4,545,807.00	1,818,323.00	0.00	0.00	0.00	0.00	0.00	0.00			
SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER													
Estimated solid waste converted (pounds) _____					Estimated hazardous waste converted (pounds) _____								
Other benefits:													
SECTION 6 TAXPAYER CERTIFICATION													
I hereby certify that the representations in this statement are true.													
Signature of authorized representative					Title			Date signed (month, day, year)					

**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 \$ \_\_\_\_\_.

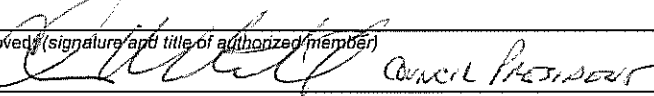
G. Other limitations or conditions (specify) \_\_\_\_\_

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     |
| <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 ** |

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

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)  Council President	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

## EQUAL EMPLOYMENT OPPORTUNITY STATEMENT

The undersigned company agrees to comply with Executive Orders 11246 and 11478, and the rules, regulations and relevant orders of the Secretary of Labor. No segregated facilities will be maintained on said company's premises as required by Title VI of Civil Rights Act of 1964. Furthermore, the undersigned company attests to and agrees to the following policies regarding equal employment opportunity and affirmative action.

There will be no discrimination against any employee or applicant for employment because of race, religion, color, age sex, handicap, or national origin.

Affirmative action will be taken to ensure that applicants are employed and that employees are treated during employment without regard to their race, religion, color, age, sex, handicap, or national origin.

All qualified applicants will receive consideration for employment without regard to race, religion, color, age, sex, handicap, or national origin.

There will be no discrimination against any employee or applicant for employment because he or she is a disabled veteran or a veteran of the Vietnam Era in regard to any position for which the employee or applicant for employment is qualified.

Affirmative action will be taken to treat qualified disabled veterans and veterans of the Vietnam Era without discrimination based upon their disability or veteran status.

The company further agrees to post in conspicuous places, available to both employees and applicants for employment, notices to be provided setting forth the provisions of these nondiscriminating clauses and policies.

The previous policies will be adhered to in such employment practices as hiring, upgrading, demotion or transfer, recruitment, advertising, layoff or termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship.

Matt Fe... / Financial Analyst  
Name/Title

Magna E-Car Systems of America  
Company Name

9-15-10  
Date

NAME Delaware County Treasurer ACCOUNT NO. CHECK NO. 80610 DATE 09/17/2010

INVOICE NO.	INVOICE DATE	AMOUNT	DESCRIPTION	DISCOUNT	NET AMOUNT
		0.00		0.00	0.00

DETACH STUB BEFORE DEPOSITING - RETAIN VOUCHER FOR YOUR RECORDS

THIS CHECK IS VOID WITHOUT A GREEN & BLUE BORDER AND BACKGROUND PLUS A KNIGHT & FINGERPRINT WATERMARK ON THE BACK - HOLD AT ANGLE TO VIEW



MAGNA E-CAR SYSTEMS  
600 Wilshire Drive  
Troy, MI 48084

JPMorgan Chase Bank, Dearborn  
(Dearborn, MI)

CHECK NO.  
CHECK DATE

74-1292/724  
80610  
17 Sep 2010

**PAY THIS AMOUNT**

\$\*\*\*\*\*150.00

**PAY** ONE HUNDRED FIFTY DOLLARS AND ZERO CENTS

Checks over \$10,000.00 require two signatures.

TO THE ORDER OF Delaware County Treasurer  
100 W. Main St  
Muncie IN 47305

*[Handwritten Signature]*  
\_\_\_\_\_  
AUTHORIZED SIGNATURE

Void after 90 days