

**PLAINFIELD REDEVELOPMENT COMMISSION
RESOLUTION NO. 2017-09**

**RESOLUTION APPROVING OF PERSONAL PROPERTY TAX ABATEMENT
APPLICATION—UNITED PARCEL SERVICE, INC.**

WHEREAS, the Redevelopment Commission of the Town of Plainfield, Indiana (the “Commission” and “Town,” respectively) has created the Klondike Economic Development Area (the “Area”) and one or more allocation areas within the Area, and adopted one or more economic development plans for the Area; and

WHEREAS, the Redevelopment Commission amended the Area on July 6, 2017 to allow for personal property tax to be captured in the district and used to finance needed improvements in the Area through an Amended Plan; and

WHEREAS, United Parcel Service (the “Applicant”) filed with the Town a Petition for Personal Property Tax Abatement Consideration (the “Application”), pursuant to I.C. 6-1.1-12.1-1-1 et. seq.; and

WHEREAS, the Application has been reviewed by the staff of the Town and has been found to be complete and the Town has received the requisite filing fee from the Applicant; and

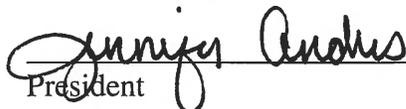
WHEREAS, the real estate described in Exhibit A attached to the Application for which the tax abatement is requested is located within the Area; therefore, the Tax Abatement Committee has forwarded the Application to this Commission for approval.

NOW, THEREFORE, BE IT RESOLVED BY THE PLAINFIELD REDEVELOPMENT COMMISSION, THAT:

1. The Commission has reviewed and hereby approves of the Application and instructs the President of the Commission to forward this resolution to the Tax Abatement Committee for review and recommendation to the Town Council.
2. This resolution shall be effective upon passage.

ADOPTED: August 7, 2017

PLAINFIELD REDEVELOPMENT COMMISSION



President

Attest:


Secretary

Exhibit A

**TOWN OF PLAINFIELD
PETITION FOR PERSONAL PROPERTY TAX ABATEMENT CONSIDERATION**

The undersigned owner (s) of real property, located within the Town of Plainfield, Hereby petition the Town Council of the Town of Plainfield for personal property tax abatement consideration and pursuant to I.C., 6 – 1.1 – 12. 1 – 1, et. Seq. and Town of Plainfield Ordinance No. 5 – 97 for this petition state the following:

1. Describe the proposed project, including information about the new manufacturing equipment personal property (“equipment”) to be installed, the amount of land to be used, if any, an estimate of the cost of the project, the proposed use of the equipment, and a general statement as to the importance of the project to your business: The company is looking to build a new and automated facility in Plainfield. The cost of the project will be \$261,300,372 of which \$139,390,538 will be for new conveyor machinery and equipment. 109 acres will be purchased. The company has the flexibility of expanding in various cities and states to accommodate the significant growth within the Indianapolis metropolitan area.
2. The project itself will create 578 new, full-time jobs, representing a new annual payroll of \$37,521,910.40 and will maintain 1,319 existing permanent full-time jobs with an annual payroll of \$84,774,768.00 and will maintain 1,785 existing permanent part-time jobs with an annual payroll of \$27,790,308.00.

The project annual salaries for each new position created are estimated to be as follows:
\$64,916.80

3. Estimate the dollar value of the equipment: \$139,390,538.
4. (a) The equipment is owned or to be owned by the following individuals or corporations (if the business organization is publicly held, indicate also the name of the corporate parent, if any, and the name under which the corporation has filed with the Securities and Exchange Commission) :

<u>NAME</u>	<u>ADDRESS</u>	<u>INTEREST</u>
<u>United Parcel Service, Inc. FEIN # 58-2480149 (parent)</u>		<u>Owner</u>
<u>United Parcel Service, Inc. FEIN # 36-2407381</u>		<u>Owner</u>
<u>BT Property, LLC. FEIN # 58-2478169</u>		<u>Owner</u>
<u>UPS Ground Freight, Inc. FEIN # 54-0481236</u>		<u>Owner</u>
<u>UPS Supply Chain Solutions General Service, Inc. FEIN # 58-2519913</u>		<u>Owner</u>
<u>UPS Supply Chain Solutions, Inc. FEIN # 94-3083515</u>		<u>Owner</u>
<u>United Parcel Service Co. FEIN # 13-1686691</u>		<u>Owner</u>
<u>55 Glenlake Parkway NE, Atlanta, GA 30328 (same address for all entities)</u>		

- (b) The following other persons lease, intend to lease, or have an option to buy the equipment (include corporate information as required in (4 (a) above, if applicable) :

<u>NAME</u>	<u>ADDRESS</u>	<u>INTEREST</u>
<u>Not Applicable</u>		

(c) A brief description of the overall nature of the business and of the operations occurring at the location for which tax abatement is requested: United Parcel Service, Inc. is a package delivery company, which provides global package delivery and supply chain management services. It offers logistics services to the global market which includes transportation, distribution, forwarding, ground, ocean and air freight, brokerage and financing. The company operates its business into three segments: US domestic package segment provides in-time-definite, money-back guaranteed, small package delivery services and also offers a spectrum of US domestic guaranteed ground and air package transportation services.

5. The commonly known address of the real property where the equipment is located is: 10095 Bradford Road, Plainfield, IN 46123

6. A legal description of which is attached hereto, marked "Exhibit A", and incorporated herein. The Key Number of said property is: See Attached.

7. A map and / or plat describing the area for tax abatement consideration is attached hereto, marked "Exhibit B," and incorporated herein. See Attached.

8. The current assessed valuation of the tangible personal property to be replaced by the new manufacturing equipment: \$0

9. List the real and personal property taxes paid at the location during the previous Five years, whether paid by the current owner or a previous owner:

<u>YEAR</u>	<u>REAL PROPERTY TAXES</u>	<u>PERSONAL PROPERTY TAXES</u>
<u>Not Applicable</u>	<u>New Property</u>	<u>New Facility</u>

10. What is your best estimate of the market value of the new equipment after installation: \$139,390,538

11. The equipment has not been acquired as of the date of filing of this petition. The signature below is verification of this statement:

12. The Standard Industrial Classification Manual major group within which the proposed project would be classified, by number and description:

13. The Internal Revenue Service Code of Principal Business Activity by which the proposed project would be classified, by number and description:

14. The real property where the equipment will be installed is located in the following Allocation Area (if any) declared and confirmed by the Plainfield Redevelopment Commission: Klondike TIF AREA

15. Describe actual or anticipated public financing for the project: Not Applicable

16. Describe how and why the manufacturing equipment to be replaced or the facility in which equipment will be added is currently technologically, economically or energy obsolete and how and why that obsolescence may lead to a decline in employment and tax revenue: The current facilities located in Indianapolis are outdated and have exceeded capacity. They are land locked so expanding is not an option. The new facility will help relieve the increased volume at the current facilities. The new facility will also be able to handle more volume at faster speeds. Once the new facility is operating, one of the old facilities will be torn down and rebuilt into a modern facility that can also handle more volume at higher speeds. The remaining facility will also go through changes. There is freedom to build the new facility in other cities or states.

17. The new manufacturing equipment will be used in the direct production, manufacture, fabrication, assembly, extraction, mining, processing, refining, or finishing of other tangible personal property and that the equipment was never before used by its owner for any purpose in Indiana. The signature below is verification of this statement:

18. The following person (s) should be contacted as the petitioner's agent regarding additional information and public notifications:

Name: Aadarsha Basavarajurs
Address: Tax Dept. - 6th Floor, 55 Glenlake Pkwy NE
City, State, Zip Code: Atlanta, GA 30328
Telephone: 404-828-8245 or 404-828-6281

WHEREFORE, Petitioner requests that the Town Council of the Town of Plainfield, Indiana, adopt a declaratory resolution designating the area described herein to be an economic revitalization area for purposes of real property tax abatement consideration, and after publication of notice and public hearing, determine qualifications for an economic revitalization area have been met and confirm such Resolution. Petitioner hereby verifies that the required \$250.00 filing fee to cover processing and administrative costs pursuant to Ordinance 5 - 97 of the Town of Plainfield has been paid in full.

Name of Property Owner (s) :

United Parcel Service, Inc.

By: 
(Signed Name)

Aadarsha Basavarajurs
(Type or printed name and capacity of signed by an agent or representative of the owner.)



**STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51764 (R4 / 11-15)
Prescribed by the Department of Local Government Finance

FORM SB-1 / PP

PRIVACY NOTICE
Any information concerning the cost of the property and specific salaries paid to individual employees by the property owner is confidential per IC 6-1.1-12.1-5.1.

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.
- The statement of benefits form must be submitted to the designating body and the area designated an economic revitalization area before the installation of qualifying abatable equipment for which the person desires to claim a deduction.
- 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 January 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 January 1 and the extended due date of that year.
- Property owners whose Statement of Benefits was approved, must submit Form CF-1/PP annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)
- For a Form SB-1/PP that is approved after June 30, 2013, the designating body is required to establish an abatement schedule for each deduction allowed. For a Form SB-1/PP that is approved prior to July 1, 2013, the abatement schedule approved by the designating body remains in effect. (IC 6-1.1-12.1-17)

SECTION 1 TAXPAYER INFORMATION										
Name of taxpayer United Parcel Service, Inc.					Name of contact person Aadarsha Basavarajurs					
Address of taxpayer (number and street, city, state, and ZIP code) Attn: Tax Dept. - 6th Floor, 55 Glenlake Pkwy NE, Atlanta, GA 30328							Telephone number (404) 828-8245			
SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT										
Name of designating body Town of Plainfield						Resolution number (s)				
Location of property 10095 Bradford Road, Plainfield, IN 46123				County Hendricks		DLGF taxing district number 32027				
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.) Conveyor Equipment and Computer Equipment					ESTIMATED					
							START DATE		COMPLETION DATE	
					Manufacturing Equipment		06/01/2017		12/31/2019	
					R & D Equipment					
					Logist Dist Equipment					
IT Equipment		06/01/2017		12/31/2019						
SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT										
Current number 1,319 Full Time	Salaries \$84,774,768.00	Number retained 1,319 Full Time	Salaries \$84,774,768.00	Number additional 578 Full Time	Salaries \$37,521,910.40					
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						0	
Plus estimated values of proposed project			139,390,538						1,331,097	
Less values of any property being replaced			0						0	
Net estimated values upon completion of project			139,390,538						1,331,097	
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 <i>Aadarsha Basavarajurs</i>							Date signed (month, day, year) 5/26/17			
Printed name of authorized representative Aadarsha Basavarajurs					Title UPS Central Region Tax Director					

EXHIBIT A

LEGAL DESCRIPTION

Land Description (Overall Plat)

A part of the Northwest quarter of Section 20, Township 15 North, Range 2 East of the Second Principal Meridian in Washington Township, Hendricks County, Indiana and being more particularly described as follows:

Commencing at the Northwest corner of said Section 20, marked by a rebar in concrete proceed thence South 00 degrees 44 minutes 45 seconds East 45.00 feet along the west line of said section to a rebar with cap stamped "Banning Eng Firm #0060" (hereafter referred to as capped rebar) and the POINT OF BEGINNING; thence remain along said line South 00 degrees 44 minutes 45 seconds East 1,288.20 feet to the southwest corner of the north half of the northwest quarter of said section, marked by a rebar with cap stamped, "Wilson Eng & Survey S 0223"; thence South 00 degrees 44 minutes 11 seconds East along said west line 662.16 feet to the north line of Melbillion Meadows as recorded in Plat Book 4, Page 143, marked by a capped rebar; thence North 89 degrees 05 minutes 44 seconds East along said north line 2,227.07 feet to the west line of Ronald Reagan Parkway as described in Instrument Number 20050028176 and marked by a capped rebar, also to a curve concave northwesterly, having a radius of 3,822.17 feet and a chord which bears North 09 degrees 12 minutes 34 seconds West, 993.82 feet; thence northwesterly along said curve an arc distance of 996.63 feet; thence continuing along said west line North 16 degrees 40 minutes 46 seconds West a distance of 223.95 feet to the south line of a parcel owned by the Town of Plainfield as described in Instrument Number 200706046, marked by a capped rebar; thence South 88 degrees 57 minutes 15 seconds West along the south line thereof a distance of 183.30 feet; thence North 00 degrees 46 minutes 30 seconds West along the west line of said Town of Plainfield parcel 471.33 feet to the northwest corner of said parcel, marked by a capped rebar; thence North 88 degrees 57 minutes 15 seconds East along the north line of said Town of Plainfield parcel 31.20 feet to the western right of way of Ronald Reagan Parkway, marked by a capped rebar; thence proceed along said right of way for the following three (3) calls: 1) North 00 degrees 46 minutes 32 seconds West 62.72 feet to a capped rebar; 2) thence North 16 degrees 39 minutes 33 seconds West 194.16 feet to a concrete right of way marker; 3) thence North 73 degrees 48 minutes 17 seconds West 85.31 feet to the southern right of way for County Road 200 South, marked by a capped rebar; thence proceed along said southern right of way for the following four (4) calls: 1) thence South 88 degrees 57 minutes 15 seconds West 290.49 feet to a capped rebar; 2) thence North 85 degrees 20 minutes 13 seconds West 100.53 feet to a capped rebar; 3) thence South 88 degrees 57 minutes 15 seconds West 5.85 feet; 4) thence South 88 degrees 57 minutes 30 seconds West along said right of way 1,336.39 feet to the POINT OF BEGINNING, and containing 90.95 acres of land, more or less.