

RESOLUTION NO. 16-04

A Resolution by the Bonneville County Board of Commissioners Concerning Tax Exemption for CIVES Steel

WHEREAS, I.C. 63-602NN authorizes Bonneville County to declare that all or a portion of the market value of a defined project with investments that meet certain tax incentive criteria may be exempted from property taxation for a period of up to five (5) years based on the benefit determined by the Board of County Commissioners is provided to the community, and

WHEREAS, the Board of Bonneville County Commissioners, in consultation with the City of Ucon, Bonneville School District 93 and Idaho Department of Commerce, has determined to base the exemption decision upon several factors, including but not limited to: the amount of wages to be paid to employees in the new facility, the number of new jobs created, and whether or not the project draws new money to Bonneville County, and

WHEREAS, CIVES Steel has presented to Bonneville County a written plan for Phase II that meets the requirements of Idaho Code Section 63-602NN(2) for a Defined Project by showing projected investments in plant and building facilities in Ucon, Idaho to design and fabricate structural steel products, and

WHEREAS, Bonneville County has examined the written plan, has examined the community benefit provided by the Defined Project, and has determined that it is in the best interest of the public to grant an exemption to CIVES Steel;

NOW, THEREFORE, The Board of Bonneville County Commissioners finds as follows:

1) Tax Exemption Findings. The Board of Bonneville County Commissioners finds as follows:

- a) Compliance with Prerequisites. CIVES Steel has constructed or acquired approximately \$12,000,000.00 of Investment in New Plant as defined in I.C. 63-602NN(2)(b), which meets or exceeds the Tax Incentive Criteria as defined in I.C. 63-602NN(2)(h).
- b) Determination of Project Period. The Board of Bonneville County Commissioners has determined that the Project Period for Phase II, as defined in I.C. 63-602NN(2)(d), commenced as of April 5, 2016.
- c) Amount of Credit – Cives shall be granted a property tax credit for Phase II in the amount of 50% of the qualified assessed value for the tax years 2017, 2018, 2019, 2020 and 2021. The projected investment of Phase II is \$4,463,800. The qualified value in each tax period will be the assessed value as determined by the Bonneville County Assessor on January 1st each year.

- d) CIVES Steel shall be eligible for five (5) more annual exemptions pursuant to this Agreement for tax years 2017, 2018, 2019, 2020 and 2021 subject to the terms of this Agreement. The year in which this Agreement becomes effective, as written above, and the additional annual exemption years described in this paragraph 1(c) shall collectively constitute the term of this Agreement (the "Term").

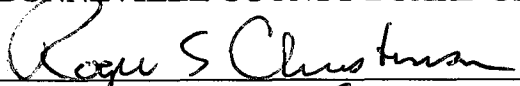
- e) No Carryover. Each tax year stands on its own. There shall be no rollover or carryover of tax exemption credits or unused tax exempt valuation from year to year. Exemption will be subject to total taxable investment meeting investment criteria in IC 63-602NN(2).

2) Grant of Tax Credit.

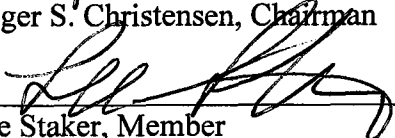
- a) Amount of Credit. CIVES Steel shall be granted a property tax credit in the amount of 50% of qualified assessed value as determined by the Bonneville Assessor as outlined in 1(c) of this resolution.

PASSED AND ADOPTED this 9th day of May, 2016, during the regular meeting of the Board of County Commissioners.

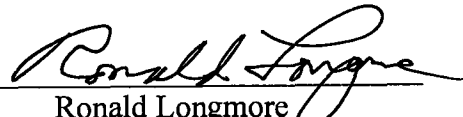
BONNEVILLE COUNTY BOARD OF COMMISSIONERS



Roger S. Christensen, Chairman



Lee Staker, Member

ATTEST: 

Ronald Longmore
Bonneville County Clerk

Dave Radford, Member