

FILED

JAN 12 2022

**TERRE HAUTE CITY COUNCIL
STATE OF INDIANA
RESOLUTION NO. 2, 2022**

CITY CLERK

A Resolution of the Common Council of the City of Terre Haute, Indiana, Designating an Area Within the City commonly identified as 2200 South 13th Street, Terre Haute, Indiana 47802 and 1260 Lockport Rd, Terre Haute, IN 47802, as an Economic Revitalization Area for the purpose of a ten (10) year real property abatement.

WHEREAS, a petition for a ten (10) year real property tax abatement has been filed with the Common Council of the City of Terre Haute requesting that the real property described therein be designated as Economic Revitalization Area for purposes of real property tax abatement; and

WHEREAS, Hydrite Chemical Co., the "petitioner," has submitted an Application and Statement of Benefits and provided all information and documentation necessary for the Common Council to make an informed decision, said information including a site plan as set forth in attached Exhibit A (which is hereby made a part hereof), and legal description of the aforesaid real property more particularly described as follows:

Terre Haute Quarter Midget 1 Lot Subdivision, being a part of the North half of Section 34, Township 12 North, Range 9 West 2 PM, Harrison Township, Vigo County, Indiana, as per Plat thereof dated November 14, 2002, and recorded December 14, 2002, and recorded December 18, 2002, at Instrument Number 200235939, records of the Recorder's Office.

EXCEPT a part of the Southwest Quarter of the Northeast Quarter of Section 34, Township 12 North, Range 9 West, Harrison Township, Vigo County, Indiana described to-wit:

Commencing at the Southwest Corner of the Southwest Quarter of the Northeast Quarter of said Section 34; thence East along and with the South line of said quarter 295.0 feet to the East right of way line of Lockport Road; thence along with said East right of way, the next 2 courses and distances: North 30 degrees 52 minutes West 18.06 feet; North 45 degrees 06 minutes West 16.12 feet to the Place of Beginning and thence 45 degrees 06 minutes West along and with said right of way 70.0 feet; North 44 degrees 54minutes East 50.0 feet; South 45 degrees 06 minutes East 70 feet; South 44

degrees 54 minutes west 50.0 feet to the Place of Beginning and containing 0.0803 acres, more or less.

Also known as Terre Haute Quarter Midget Track 1 Lot Subdivision as per Amended Plat to Correct Property Lines and Acreage dated February 15, 2017 and recorded February 15, 2017, at Instrument Number 2017001471.

EXCEPT that part thereof conveyed to the City of Terre Haute by deed dated November 8, 2005 and recorded August 2, 2006, at Instrument Number 2006015498.

Commonly known as 1260 Lockport Rd, Terre Haute, IN 47802.

Vigo County Parcel No. 84-06-34-251-005.000-002

Also

Commencing at the intersection of the Northeast right-of-way line of Lockport Road and the North line of the Southeast Quarter of Section 34, Township 12 North, Range 9 west, said point lying 295.0 feet East of the Northwest corner of the Southeast Quarter of said Section 34, the place of beginning; East 295.88 feet to an iron pin, said point lying 10 feet West of and perpendicular to the centerline of the Chicago, Milwaukee St, Paul and Pacific Railroad Company's most Westerly main tract; South 02 degrees 42 minutes East and parallel to said track, 109.58 feet to the point of curve of a 2.03 degree (radius = 2825 feet) curve; thence Right along and with said 2.03 degrees curve 99.05 feet with a chord bearing South 01 degrees 41 minutes East 99.04 feet; South 08 degrees 09 minutes 09 seconds West 137.93 feet; West 708.20 feet to the Northeast right-of-way of Lockport Road; North 30 degrees 52 minutes West along said right-of-way 401.93 feet to the place of beginning.

Commonly known as 2400 Erie Canal Rd., Terre Haute, IN 47802

Vigo County Parcel No. 84-34-402-004.000-002

; and

WHEREAS, petitioner has represented that the project itself will create 14 new permanent full-time jobs with an annual payroll of \$830,000.00 (approximately) and that the cost of the project will be at least \$7,200,000.00 for real property improvements; and

WHEREAS, the Common Council for the City of Terre Haute, Indiana is authorized under the provisions of I.C. 6-1.1-12.1-1 *et. seq.* to designate areas of Terre Haute, Indiana as economic revitalization areas for the purpose of tax abatement; and

WHEREAS, the Common Council of the City of Terre Haute has considered the Application, Petition and Statement of Benefits and has conducted a complete and proper investigation of the subject property and neighborhood to determine that the area qualifies as an economic revitalization area under Indiana statutes; and

WHEREAS, the Common Council of the City of Terre Haute has found the subject property to be within the boundaries of the City of Terre Haute, Indiana, an area where facilities that are technologically, economically, or energy obsolete are located, and where the obsolescence may lead to a decline in employment and tax revenues and has become undesirable for, or impossible of, normal development and occupancy because of a lack of development, cessation of growth, deterioration of improvements, character of occupancy, age, obsolescence, substantial buildings and other factors which prevent normal development or use;

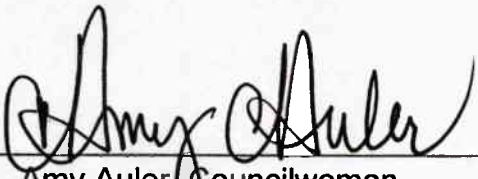
WHEREAS, the real property abatement is a declining percentage of the increase in assessed value of the improvement based on the following time period and percentages as determined by the City Council:

Abatement	Percentage	Tax Abated	Tax Paid
1	100%	216,000	0
2	95%	200,627	15,373
3	80%	154,508	61,492
4	65%	108,388	107,612
5	50%	62,269	153,731
6	40%	31,523	184,477
7	30%	777	215,223
8	20%	0	216,000
9	10%	0	216,000
10	5%	0	216,000
Totals		774,092	1,385,908

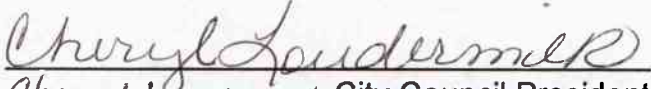
NOW, THEREFORE, IT IS FOUND, DETERMINED AND RESOLVED by the Common Council of the City of Terre Haute that:

1. The petitioner's estimate of the value of the redevelopment and rehabilitation and the project to be constructed on the subject real property is reasonable for projects of that nature in order to maintain, expand, update and improve efficiency and capabilities for hotel accommodations.
2. The petitioner's estimate of the number of individuals who will be employed, and the benefit thereby, can reasonably be expected to result from the project and the redevelopment and rehabilitation.
3. The petitioner's estimate of the annual salaries or wages of the individuals who will be employed, and the benefit thereby, can reasonably be expected to result from the project and the redevelopment and rehabilitation.
4. That the other benefits about which information has been requested can be expected to result from the project and the redevelopment and rehabilitation.
5. The totality of the benefits of the proposed redevelopment and rehabilitation can reasonably be expected to result from the project and are sufficient to justify a ten year real property tax deduction from assess valuation under Indiana statutes, and each such deduction should be, is hereby, allowed.
6. That the petition for designating the subject property as an economic revitalization area for the purposes of ten year real property tax abatement and the Statement of Benefits, copies of which were submitted with the petitions, are hereby approved, and the Real Estate described hereinabove is hereby designated as an Economic Revitalization Area pursuant to I.C. 6-1.1-12.1-1 et. seq., and petitioner is entitled to the ten (10) year real property tax abatement provided therein for the proposed redevelopment and rehabilitation upon the real estate described on Exhibit A attached hereto.
7. That notice hereof should be published according to law stating the adoption and substance hereof, that a copy of the description of the affected area is available for inspection in the County Assessor's Office, and stating a date on which the Council will hear and receive remonstrances and objections and take final action, all as required by law.

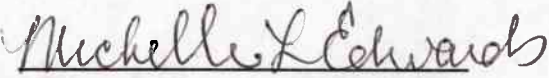
[SIGNATURES ON FOLLOWING PAGE]

Introduced by: 
Amy Auler, Councilwoman

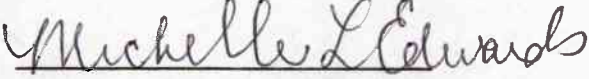
Passed in open Council this 10 day of February, 2022.


Cheryl Loudermilk, City Council President

ATTEST:

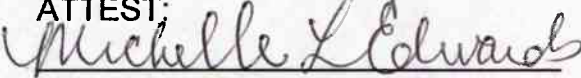

Michelle Edwards, City Clerk

Presented by me to the Mayor this 11 day of February, 2022.


Michelle Edwards, City Clerk

Approved by me, the Mayor, this 11 day of February, 2022.


Duke A. Bennett, Mayor

ATTEST:

Michelle Edwards, City Clerk

This instrument prepared by Jeffrey A. Lind, Lind Law Firm, 400 Ohio Street, Terre Haute, IN 47807 (812) 234-5463.

**FINAL ACTION BY COMMON COUNCIL OF
THE CITY OF TERRE HAUTE, INDIANA
REGARDING RESOLUTION NO. 2, 2022**

WHEREAS, the Common Council of the City of Terre Haute adopted Resolution 2, 2022, on the 10TH day of FEBRUARY, 2022 and pursuant to Indiana Law has published notice of the adoption and substance of said Resolution including a description of the affected area, known as 2200 South 13th Street, Terre Haute, Indiana 47802 and 1260 Lockport Rd, Terre Haute, IN 47802 and legally described as:

Terre Haute Quarter Midget 1 Lot Subdivision, being a part of the North half of Section 34, Township 12 North, Range 9 West 2 PM, Harrison Township, Vigo County, Indiana, as per Plat thereof dated November 14, 2002, and recorded December 14, 2002, and recorded December 18, 2002, at Instrument Number 200235939, records of the Recorder's Office.

EXCEPT a part of the Southwest Quarter of the Northeast Quarter of Section 34, Township 12 North, Range 9 West, Harrison Township, Vigo County, Indiana described to-wit:

Commencing at the Southwest Corner of the Southwest Quarter of the Northeast Quarter of said Section 34; thence East along and with the South line of said quarter 295.0 feet to the East right of way line of Lockport Road; thence along with said East right of way, the next 2 courses and distances: North 30 degrees 52 minutes West 18.06 feet; North 45 degrees 06 minutes West 16.12 feet to the Place of Beginning and thence 45 degrees 06 minutes West along and with said right of way 70.0 feet; North 44 degrees 54 minutes East 50.0 feet; South 45 degrees 06 minutes East 70 feet; South 44 degrees 54 minutes west 50.0 feet to the Place of Beginning and containing 0.0803 acres, more or less.

Also known as Terre Haute Quarter Midget Track 1 Lot Subdivision as per Amended Plat to Correct Property Lines and Acreage dated February 15, 2017 and recorded February 15, 2017, at Instrument Number 2017001471.

EXCEPT that part thereof conveyed to the City of Terre Haute by deed dated November 8, 2005 and recorded August 2, 2006, at Instrument Number 2006015498.

Commonly known as 1260 Lockport Rd, Terre Haute, IN 47802.

Vigo County Parcel No. 84-06-34-251-005.000-002

Also

Commencing at the intersection of the Northeast right-of-way line of Lockport Road and the North line of the Southeast Quarter of Section 34, Township 12 North, Range 9 west, said point lying 295.0 feet East of the Northwest corner of the Southeast Quarter of said Section 34, the place of beginning; East 295.88 feet to an iron pin, said point lying 10 feet West of and perpendicular to the centerline of the Chicago, Milwaukee St, Paul and Pacific Railroad Company's most Westerly main tract; South 02 degrees 42 minutes East and parallel to said track, 109.58 feet to the point of curve of a 2.03 degree (radius = 2825 feet) curve; thence Right along and with said 2.03 degrees curve 99.05 feet with a chord bearing South 01 degrees 41 minutes East 99.04 feet; South 08 degrees 09 minutes 09 seconds West 137.93 feet; West 708.20 feet to the Northeast right-of-way of Lockport Road; North 30 degrees 52 minutes West along said right-of-way 401.93 feet to the place of beginning.

Commonly known as 2400 Erie Canal Rd., Terre Haute, IN 47802

Vigo County Parcel No. 84-34-402-004.000-002

and notice that a description of the affected area is available for inspection in the office of the Vigo County Assessor and further stating a date on which the Common Council of the City of Terre Haute would receive and hear remonstrances and objections; and

WHEREAS, the Common Council has conducted the hearing as required by law and has received no remonstrances or objections to designation of the affected area as a revitalization area or to approval of the Application and the Statement of Benefits heretofore filed; and

WHEREAS, said matter is before the Common Council for final action pursuant to Indiana law; and

WHEREAS, the Common Council has received and examined, prior to such hearing, an Application on the form prescribed by the City of Terre Haute, a Statement of Benefits on the form prescribed by the State Board of Tax Commissioners, a petition for designation, and the submitted Agreement with the Board of Public Works for the City of Terre Haute, and has heard all appropriate evidence concerning the proposed project and has found and does find:

1. That the area has become undesirable for, or impossible of, normal development and occupancy because of a lack of development, cessation of growth, deterioration of improvements or character of occupancy, age, obsolescence, substandard buildings, or other factors which have impaired values or prevent a normal development of property or use of property.

2. That the estimate of the cost of the redevelopment and rehabilitation is reasonable for projects of that type.
3. That the estimate of individuals who will be employed or whose employment will be retained as a result of the redevelopment and rehabilitation can reasonably be expected to result from the proposed project.
4. The estimate of annual salaries of those individuals who will be employed or whose employment will be retained can reasonably be expected to result from the proposed redevelopment and rehabilitation and the project.
5. That the benefits can reasonably be expected to result from the proposed redevelopment and rehabilitation and the project.
6. That the totality of benefits of the Project are sufficient to justify a ten (10) year real property tax deduction from assessed valuation to result therefrom under Indiana statutes, and each and all of such deductions should be, and are hereby, allowed.
7. That the real property is located within an Economic Revitalization Area as required by Indiana Code 6-1.1-12.1-2 for the type of facility proposed by Petitioner.
8. That all qualifications for establishing an economic revitalization area have been met.
9. That the Petition for designating the subject property as an Economic Revitalization Area for the purposes of a ten (10) year real property improvement tax abatement and the Statement of Benefits (copies of which were submitted with the Petition) are hereby approved and the real estate described hereinabove is hereby designated as an Economic Revitalization Area pursuant to I.C. 6-1.1-12.1-1 *et. seq.*

NOW, THEREFORE, for final action on Resolution 2, 2022, the Common Council of the City of Terre Haute, Indiana, RESOLVES, FINDS AND DETERMINES that:

1. All of the requirements for designation of the real estate described in Resolution 2, 2022, as an Economic Revitalization Area have been met, the foregoing findings are true and that all information required to be submitted has been submitted in proper form.

2. Resolution 2, 2022, is in all respects confirmed and approved (as modified to incorporate therein this final action) and that the benefits of the proposed project and the redevelopment and rehabilitation are sufficient to justify a ten year real property tax abatement under Indiana statutes for the proposed redevelopment and rehabilitation described in the petitioner's Statement of Benefits and the deduction for the proposed project and redevelopment and rehabilitation and the statements of benefits submitted are approved and the Council authorizes and directs the endorsement of said Statement of Benefits to show such approval and that the real estate described in Resolution __, 2020, is declared an economic revitalization area for the purposes of a ten year real property tax abatement and the said real estate is hereby designated as an Economic Revitalization Area pursuant to I.C. 6-1.1-12.1-1 *et. seq.* and petitioner is entitled to the ten year real property tax abatement as provided therein in connection with the proposed development and the project.
3. Said Resolution supplements any other designation of the real estate as a Revitalization Area or similar designation.
4. That this Final Action, findings and confirmation of Resolution 2, 2022, shall be incorporated in and be a part of Resolution 2, 2022.

[SIGNATURE PAGE TO FOLLOW]

Introduced by:

Amy Auler
Amy Auler, Councilwoman

Passed in open Council this 3RD day of MARCH 2022.

Cheryl Loderfeld
City Council President

ATTEST:

Michelle Edwards
Michelle Edwards, City Clerk

Presented by me to the Mayor this 3RD day of MARCH, 2022.

Michelle Edwards
Michelle Edwards, City Clerk

Approved by me, the Mayor, this 3RD day of MARCH, 2022.

Duke A. Bennett
Duke A. Bennett, Mayor

ATTEST:

Michelle Edwards
Michelle Edwards, City Clerk

This instrument prepared by Jeffrey A. Lind, Lind Law Firm, 400 Ohio Street, Terre Haute, IN 47807 (812) 234-5463.

**CITY OF TERRE HAUTE
PETITION FOR REAL PROPERTY
TAX ABATEMENT CONSIDERATION**

The undersigned owner(s) of real property located within the City of Terre Haute hereby petition the Common Council of the City of Terre Haute for real property tax abatement consideration pursuant to I.C. 6-1.1-12.1-1, *et. seq.*, and for this petition states the following:

1. The Project.
New production process to manufacture sulfur-based liquid fertilizer products
6.92 acres +/-
Project cost estimate of \$7,200,000
2. The proposed manufacturing facility would contain approximately 8,700 square feet. The cost of construction is expected to be at least \$7,200,000.00 and will include the use of competitive bidding and the use of local suppliers whenever feasible.
3. The project is important to the Petitioner as a means to better serve the needs of its customers in the vicinity of Terre Haute. The unabated taxes are \$1,385,908.00 over the abatement period.
4. The project itself will create 14 new, permanent jobs, representing a new annual payroll of \$830,000.00.

(a) The real property for which tax abatement consideration is petitioned (Property) is owned by the following:

NAME	ADDRESS	INTEREST
Hydrite Chemical Co.	17385 Golf Parkway Brookfield, WI 53045	100%

(b) The following other persons lease, intend to lease, or have an option to buy the Property (including corporate information as required in 5(a) above, if applicable:

NAME	ADDRESS	INTEREST
	None Anticipated	

- (c) A brief description of the overall nature of the business and of the operations occurring at the Property:

New production process to manufacture sulfur-based liquid fertilizer products
6.92 acres +/-

Project cost estimate of \$7,200,000.00 in real property improvements (with an accompanying \$21 Million in new manufacturing equipment)

- (d) The commonly known address of the property is:

2200 South 13th Street, Terre Haute, Indiana 47802 and 1260 Lockport Rd,
Terre Haute, IN 47802.

- (e) The legal description is:

Terre Haute Quarter Midget 1 Lot Subdivision, being a part of the North half of Section 34, Township 12 North, Range 9 West 2 PM, Harrison Township, Vigo County, Indiana, as per Plat thereof dated November 14, 2002, and recorded December 14, 2002, and recorded December 18, 2002, at Instrument Number 200235939, records of the Recorder's Office.

EXCEPT a part of the Southwest Quarter of the Northeast Quarter of Section 34, Township 12 North, Range 9 West, Harrison Township, Vigo County, Indiana described to-wit:

Commencing at the Southwest Corner of the Southwest Quarter of the Northeast Quarter of said Section 34; thence East along and with the South line of said quarter 295.0 feet to the East right of way line of Lockport Road; thence along with said East right of way, the next 2 courses and distances: North 30 degrees 52 minutes West 18.06 feet; North 45 degrees 06 minutes West 16.12 feet to the Place of Beginning and thence 45 degrees 06 minutes West along and with said right of way 70.0 feet; North 44 degrees 54 minutes East 50.0 feet; South 45 degrees 06 minutes East 70 feet; South 44 degrees 54 minutes west 50.0 feet to the Place of Beginning and containing 0.0803 acres, more or less.

Also known as Terre Haute Quarter Midget Track 1 Lot Subdivision as per Amended Plat to Correct Property Lines and Acreage dated February 15, 2017 and recorded February 15, 2017, at Instrument Number 2017001471.

EXCEPT that part thereof conveyed to the City of Terre Haute by deed dated November 8, 2005 and recorded August 2, 2006, at Instrument Number 2006015498.

Commonly known as 1260 Lockport Rd, Terre Haute, IN 47802.

Vigo County Parcel No. 84-06-34-251-005.000-002

Also

Commencing at the intersection of the Northeast right-of-way line of Lockport Road and the North line of the Southeast Quarter of Section 34, Township 12 North, Range 9 west, said point lying 295.0 feet East of the Northwest corner of the Southeast Quarter of said Section 34, the place of beginning; East 295.88 feet to an iron pin, said point lying 10 feet West of and perpendicular to the centerline of the Chicago, Milwaukee St, Paul and Pacific Railroad Company's most Westerly main tract; South 02 degrees 42 minutes East and parallel to said track, 109.58 feet to the point of curve of a 2.03 degree (radius = 2825 feet) curve; thence Right along and with said 2.03 degrees curve 99.05 feet with a chord bearing South 01 degrees 41 minutes East 99.04 feet; South 08 degrees 09 minutes 09 seconds West 137.93 feet; West 708.20 feet to the Northeast right-of-way of Lockport Road; North 30 degrees 52 minutes West along said right-of-way 401.93 feet to the place of beginning.

Commonly known as 2400 Erie Canal Rd., Terre Haute, IN 47802

Vigo County Parcel No. 84-34-402-004.000-002

7. A map designating the Property and showing the proposed new construction is attached hereto, marked Attachment 1 and incorporated herein.
8. Current manufacturing resides upon this parcel, subject to the expansion proposed hereby.

Petitioner is seeking a 10 year real property tax abatement. The best estimate of the amount of taxes to be abated during each of the first 10 years after construction is as follows:

Tax Rate for Terre Haute Harrison Township is expected to be 4.2703% (2021/pay 2022).

Assumed Assessed Value of Improvement: \$7,200,000.00.

Annual Tax without Abatement: \$307,462.00 (estimated annual average as taken from Tax Abatement Calculator, Hoosier Energy Calculator).

Abatement	Percentage	Tax Abated	Tax Paid
1	100%	216,000	0
2	95%	200,627	15,373
3	80%	154,508	61,492
4	65%	108,388	107,612
5	50%	62,269	153,731
6	40%	31,523	184,477
7	30%	777	215,223
8	20%	0	216,000
9	10%	0	216,000
10	5%	0	216,000
Totals		774,092	1,385.908

It is anticipated that \$1,385,908.00 of additional real estate tax will be paid over the course of the abatement period. (The above assumes an assessment equal to the cost of construction and used a tax calculator from Hoosier Energy, but specific to this tax district, from among those calculators suggested by the Terre Haute City Clerk's Office).

9. No building permit has been issued for construction on the property in connection with the improvement in question as of the date of filing of this petition. The signature below is verification of this statement.
10. Other anticipated public financing for the project (including, if any, Industrial Revenue Bonding to be sought or already authorized, assistance through the United States Department of Housing and Urban Development funds from the City of Terre Haute, or other public financial assistance): None

The real estate is a portion of the former coke plant at Hulman and 13th streets, formerly used for quarter midget racing facility and, being adjacent to the balance of the former coke plant, is in an area that has seen limited growth in manufacturing.

- (a) The current use of the Property is undeveloped land and the current zoning is M-2.

In view of the foregoing, Hydrite Chemical Co., in good faith, applies for a 10 year real property tax abatement.

Hydrite Chemical Co. agrees to enter into an Agreement with the Board of Public Works for the City of Terre Haute, Indiana, in substantially the same form as is attached hereto and made a part hereof as Exhibit C.

11. The following persons should be contacted as the petitioner's agent regarding additional information and public hearing notifications:

Name: Jeff Lind
Address: 400 Ohio St.
City, State, Zip: Terre Haute, IN 47807
Telephone: 812-234-5463


12. The type of Economic Development Revitalization Project involved in this request:

New production process to manufacture sulfur-based liquid fertilizer products
6.92 acres +/-
Project cost estimate of \$7,720,000.00

WHEREFORE, petitioner requests that the Common Council of the City of Terre Haute, Indiana, adopt a declaratory resolution designating the area described herein to be an economic revitalization area for the 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.

HYDRITE CHEMICAL CO.

By: _____


Jim Averbach - CFO

Printed Name and Title

DO NOT USE THIS SPACE

Resolution # _____ Target Area Required _____
Yes _____ No _____

Confirming Ordinance # _____

Date of Notice _____

Final Action _____

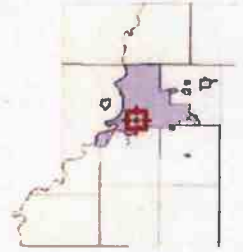
Target Area Ord. Effective _____

This instrument prepared by Jeffry A. Lind, Lind Law Firm, 400 Ohio Street, Terre Haute, IN 47807 (812) 234-5463.

ATTACHMENT 1



Overview



Legend

- Corporate Limits
- Political Township
- Sections
- Blocks
- Parcels
- Road Centerlines
- 2021 Sales

Parcel ID	84-06-34-402-004.000-002	Alternate ID	84-06-34-402-004.000-002	Owner Address	Hydrite Chemical Co
Sec/Twp/Rng	34	Class	Industrial Lt mfg & assembly		2400 Erie Canal Rd
Property Address	2400 ERIE CANAL RD	Acreeage	6.54		Terre Haute, IN 47802
	TERRE HAUTE				
Neighborhood	118324 - HARRISON				
District	002 HARRISON				
Brief Tax Description	IN N 1/2 NW SE E OF RD				
	MISC-204/8 D-415/988 34-12-9 6.540 AC				
	(Note: Not to be used on legal documents)				

Date created: 12/13/2021
 Last Data Uploaded: 12/13/2021 5:11:43 AM

Developed by Schneider
 GEOSPATIAL



**STATEMENT OF BENEFITS
REAL ESTATE IMPROVEMENTS**

State Form 51767 (R6 / 10-14)
Prescribed by the Department of Local Government Finance

CONFIDENTIAL

20 <u>22</u> PAY 20 <u>23</u>
FORM SB-1 / Real Property
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.

This statement is being completed for real property that qualifies under the following Indiana Code (check one box):

- Redevelopment or rehabilitation of real estate improvements (IC 6-1.1-12.1-4)
- Residentially distressed area (IC 6-1.1-12.1-4.1)

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 the redevelopment or rehabilitation of real property for which the person wishes to claim a deduction.
2. The statement of benefits form must be submitted to the designating body and the area designated an economic revitalization area before the initiation of the redevelopment or rehabilitation for which the person desires to claim a deduction.
3. To obtain a deduction, a Form 322/RE must be filed with the County Auditor before May 10 in the year in which the addition to assessed valuation is made or not later than thirty (30) days after the assessment notice is mailed to the property owner if it was mailed after April 10. A property owner who failed to file a deduction application within the prescribed deadline may file an application between March 1 and May 10 of a subsequent year.
4. A property owner who files for the deduction must provide the County Auditor and designating body with a Form CF-1/Real Property. The Form CF-1/Real Property should be attached to the Form 322/RE when the deduction is first claimed and then updated annually for each year the deduction is applicable. IC 6-1.1-12.1-5.1(b)
5. For a Form SB-1/Real Property 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/Real Property 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
Hydrite Chemical Co.

Address of taxpayer (number and street, city, state, and ZIP code)
17385 Golf Parkway, Brookfield, WI 53045

Name of contact person Shawn Banagis	Telephone number (262) 373-9972	E-mail address shawn.banagis@hydrite.com
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SECTION 2 LOCATION AND DESCRIPTION OF PROPOSED PROJECT

Name of designating body Terre Haute City Council	Resolution number 2, 2022
Location of property 2200 South 13th Street, Terre Haute, Indiana 47802 and 1260 Lockport Rd, Te	County Vigo
Description of real property improvements, redevelopment, or rehabilitation (use additional sheets if necessary) Construction of a fertilizer manufacturing facility with new technology	DLGF taxing district number 84-002
	Estimated start date (month, day, year) 03/15/2022
	Estimated completion date (month, day, year) 08/31/2022

SECTION 3 ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT

Current number	Salaries	Number retained	Salaries	Number additional	Salaries
45.00	\$2,720,000.00	45.00	\$2,720,000.00	14.00	\$830,000.00

SECTION 4 ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT

	REAL ESTATE IMPROVEMENTS	
	COST	ASSESSED VALUE
Current values		1,485,800.00
Plus estimated values of proposed project		7,200,000.00
Less values of any property being replaced		43,400.00
Net estimated values upon completion of project		8,642,400.00

SECTION 5 WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER

Estimated solid waste converted (pounds) <u>0.00</u>	Estimated hazardous waste converted (pounds) <u>0.00</u>
--	--

Other benefits
Significant employment benefits; reclamation of contaminated ground; new personal property not eligible for tax abatement; \$2,550,000 in tanks (cost) part of project but for which abatement of taxes is not sought.

SECTION 6 TAXPAYER CERTIFICATION

I hereby certify that the representations in this statement are true.

Signature of authorized representative 	Date signed (month, day, year) 1/4/22
Printed name of authorized representative Jim Auerbach	Title CFO

FOR USE OF THE DESIGNATING BODY

We find that the applicant meets the general standards in the resolution adopted or to be adopted by this body. Said resolution, passed or to be passed under IC 6-1.1-12.1, provides for the following limitations:

- A. The designated area has been limited to a period of time not to exceed 10 calendar years* (see below). The date this designation expires is N/A
- B. The type of deduction that is allowed in the designated area is limited to:
 1. Redevelopment or rehabilitation of real estate improvements Yes No
 2. Residentially distressed areas Yes No
- C. The amount of the deduction applicable is limited to \$ N/A
- D. Other limitations or conditions (specify) N/A
- E. Number of years allowed: Year 1 Year 2 Year 3 Year 4 Year 5 (* see below)
 Year 6 Year 7 Year 8 Year 9 Year 10
- F. For a statement of benefits approved after June 30, 2013, did this designating body adopt an abatement schedule per IC 6-1.1-12.1-17?
 Yes No
 If yes, attach a copy of the abatement schedule to this form.
 If no, the designating body is required to establish an abatement schedule before the deduction can be determined.

We have also 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 of designating body) <i>C Cheryl Loudermilk</i>	Telephone number ()	Date signed (month, day, year) <u>03-03-2022</u>
Printed name of authorized member of designating body CHERYL LOUDERMILK	Name of designating body TERRE HAUTE CITY COUNCIL	
Attested by (signature and title of attester) <i>Michelle L. Edwards</i>	Printed name of attester MICHELLE L. EDWARDS	

* If the designating body limits the time period during which an area is an economic revitalization area, that limitation does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years that is less than the number of years designated under IC 6-1.1-12.1-17.

- A. For residentially distressed areas where the Form SB-1/Real Property was approved prior to July 1, 2013, the deductions established in IC 6-1.1-12.1-4.1 remain in effect. The deduction period may not exceed five (5) years. For a Form SB-1/Real Property that is approved after June 30, 2013, the designating body is required to establish an abatement schedule for each deduction allowed. The deduction period may not exceed ten (10) years. (See IC 6-1.1-12.1-17 below.)
- B. For the redevelopment or rehabilitation of real property where the Form SB-1/Real Property was approved prior to July 1, 2013, the abatement schedule approved by the designating body remains in effect. For a Form SB-1/Real Property that is approved after June 30, 2013, the designating body is required to establish an abatement schedule for each deduction allowed. (See IC 6-1.1-12.1-17 below.)

**IC 6-1.1-12.1-17
Abatement schedules**

Sec. 17. (a) A designating body may provide to a business that is established in or relocated to a revitalization area and that receives a deduction under section 4 or 4.5 of this chapter an abatement schedule based on the following factors:

- (1) The total amount of the taxpayer's investment in real and personal property.
- (2) The number of new full-time equivalent jobs created.
- (3) The average wage of the new employees compared to the state minimum wage.
- (4) The infrastructure requirements for the taxpayer's investment.

(b) This subsection applies to a statement of benefits approved after June 30, 2013. A designating body shall establish an abatement schedule for each deduction allowed under this chapter. An abatement schedule must specify the percentage amount of the deduction for each year of the deduction. An abatement schedule may not exceed ten (10) years.

(c) An abatement schedule approved for a particular taxpayer before July 1, 2013, remains in effect until the abatement schedule expires under the terms of the resolution approving the taxpayer's statement of benefits.

EXHIBIT A

**CITY OF TERRE HAUTE
PROPERTY TAX ABATEMENT PROGRAM APPLICATION**

Ownership Information

Name	Address	Percentage Interest (if applicable)
Hydrite Chemical Co.	17385 Golf Parkway Brookfield, WI 53045	100%

Note: If the owner is a corporation, list the name, address and telephone number for the contact person representing the corporation.

If the owner is a partnership, list the name, address and telephone number of each general and/or limited partner and the percentage of interest in the property held by each general and/or limited partners.

If the owner is a sole proprietor, list the name, address and telephone number of the proprietor.

Property Description

- A. Street Address: 1260 Lockport Rd, Terre Haute, IN 47802
- B. Parcel ID Number(s): 84-06-34-251-005.000-002

Current Status of Property

- A. Current zoning designation of property: M-2
- B. Describe current improvements to the property, including estimated age of existing buildings:

Office Building
Age: various, constructed from 1988 to 2014
- C. Describe current use of the property, including the names of businesses currently operating (if applicable) and the current number of jobs (if applicable):

Current manufacturing facility, Hydrite Chemical Co., combined with office space on adjacent site, currently 45 jobs
- D. Current total assessed valuation of land and all improvements: \$146,600.00

Adopted: 4/16/15

EXHIBIT A

E. Describe any unique historical structure or aesthetic improvements: None

Proposed Improvements:

A. Describe proposed real property improvements and projected costs:

Installation of new production process to manufacture sulfur-based and liquid fertilizer products. Project includes new production building, process equipment, tank farm and other infrastructure to support the manufacturing process.

B. Describe proposed depreciable personal property improvements and projected costs:

Manufacturing equipment – sulfur burner, ABS & ATS processing equipment, \$21,000,000.00

C. List any public infrastructure improvements with estimated costs that will be necessary for the project: None projected.

D. Project Start Date: March 15, 2022

E. Project Completion Date: August 30, 2022

Eligibility:

A. State reasons why the project site qualifies as an Economic Revitalization Area as defined under State Law, i.e., lack of development, cessation of growth, deterioration of improvements or character of occupancy, age, obsolescence, substandard buildings or other factors that have impaired values or prevent a normal development of the property or use of property. In the case of manufacturing equipment, also indicate whether or not the area contains a facility or group of facilities that are technologically, economically, or energy obsolete and if the obsolescence may lead to a decline in employment and tax revenues:

A portion of the real estate is a portion of the former coke plant at Hulman and 13th streets, formerly used for quarter midget racing facility and, being adjacent to the balance of the former coke plant, is in an area that has seen limited growth in manufacturing.

B. State the estimated number of new full-time employees (if applicable) and new employees retained (if applicable). Also include salaries and a description of employee benefits:

Adopted: 4/16/15

EXHIBIT A

Number of new employees: 14 Average Annual Salary: 59,000
(\$830,000/year total)

Number of retained employees 45 Average Annual Salary: \$ 60,000
(\$2,720,000/year total)

Description of employee benefits for new and/or retained employees:

Medical, dental, vision insurance; Traditional/Roth IRA offerings; personal sick time, profit sharing, pension plan

C. *Please attach completed State of Indiana Statement of Benefits form for real property improvements (Form SB-1/RE) and/or State of Indiana Statement of Benefits form for personal property improvements (Form SB-1/PP) to this application material.*

Ineligible Projects:

Projects will not be considered if a building permit has already been obtained or construction has been initiated. This is because the decision of the Council to designate the Economic Revitalization Area must be passed on the finding for that the area is "undesirable for normal development".

The City Council has the right to void the tax abatement designation awarded to a project if the project has not been initiated within twelve (12) months of the reconfirmation date of the tax abatement resolution, or if the actual use is different than that approved.

Tax abatement for the rehabilitation or development of real property is not eligible for the following types of facilities:

- 1) Private or commercial golf courses.
- 2) Country club.
- 3) Massage parlor.
- 4) Tennis club.
- 5) Skating facility (including roller skating, skateboarding or ice skating).
- 6) Racquet sport facility (including any handball or racquetball court).
- 7) Hot tub facility.
- 8) Suntan facility.
- 9) Racetrack.
- 10) Any facility the primary purpose of which is:
 - a. Retail food and beverage service;
 - b. Automobile sales or service; or
 - c. Other retail.

Adopted: 4/16/15

EXHIBIT A

11) Residential.

12) A package liquor store that holds a liquor dealer's permit under I.C. 7.1-3-10 or any other entity that is required to operate under a license issued under I.C. 7.1.

This subdivision does not apply to an applicant that:

- a. Was eligible for tax abatement under this chapter before July 1, 1995;
- b. Is described in I.C. 7.1-5-7-11; or
- c. Operates a facility under:
 - i. A beer wholesaler's permit under I.C. 7.1-3-3;
 - ii. A liquor wholesaler's permit under I.C. 7.1-3-8; or
 - iii. A wine wholesaler's permit under I.C. 7.1-3-13.

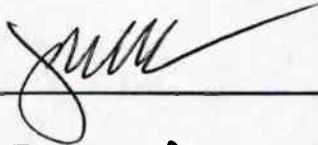
EXHIBIT A

CERTIFICATION

I hereby certify that the representations made in this application are true and I understand that if above improvements are not commenced (defined as obtaining a building permit and actual start of construction) within 12 months of the date of the designation of the above area as an Economic Revitalization Area, the Terre Haute Common Council shall have the right to void such designation.

OWNER(S)*
HYDRITE CHEMICAL CO.

DATE



12/20/21

Jim Auerbach - CFO
Printed Name and Title

- If the entity seeking a tax abatement is a corporation, an authorized representative must sign. If the entity is a partnership, all partners must sign. If the entity is a sole proprietorship, the proprietor must sign.

EXHIBIT A

CITY OF TERRE HAUTE

PROPERTY TAX ABATEMENT PROGRAM OVERVIEW AND GUIDELINE SCORING SYSTEM

Program Description

Property tax abatement in Indiana is authorized under Indiana Code 6-1.1-12.1 in the form of deductions from assessed valuation. Any property owner in a locally-designated Economic Revitalization Area (ERA) who makes improvements to the real property or installs eligible new or used personal property (such as manufacturing equipment and certain research and development equipment) is eligible for property tax abatement. Land does not qualify for abatement.

Scoring System

The City of Terre Haute utilizes a scoring system as a guide for determining the appropriate length of time (one of ten time periods can be used) of the property tax abatement(s) being sought for a proposed project. Additional information on the scoring system can be found elsewhere in this document.

Indiana Real Property Assessment Standard

A property's assessed value is the basis for property taxes. Annually, local assessing officials assess the value of real property on March 1 based on market value in use of the property. Property owners can estimate the property taxes for new construction by adding the cost of the land and improvements together and multiplying by the tax rate. For real property tax abatement calculation purposes, the cost of the improvements (the land itself cannot be abated) would be utilized as the real property assessed value. This real property assessment value would then be phased-in over one of ten time periods.

Indiana Personal Property Assessment Standard

Personal property values are assessed March 1 of every year and are self reported by property owners to township assessors using prescribed state forms. Generally speaking, personal property taxes are levied against all tangible property other than real property. Numerous deductions can be applied to personal property. Of course, the value of personal property over time will be subject to depreciation, therefore, applicants are advised to seek the counsel of a financial advisor to determine which asset pool(s) (see following table) would be applicable to their particular project.

Additional information on the State of Indiana's property tax assessment system can be found at the Indiana Department of Local Government Finance website at www.in.gov/dlgef.

EXHIBIT A

Indiana Pools of Assets by Lives Utilized on Federal Tax Return

Year of Acquisition	Pool #1 (1-4 years)	Pool #2 (5-8 years)	Pool #3 (9-12 years)	Pool #4 (13+ years)
1	65%	40%	40%	40%
2	50%	56%	60%	60%
3	35%	42%	55%	63%
4	20%	32%	45%	54%
5		24%	37%	46%
6		18%	30%	40%
7		15%	25%	34%
8			20%	29%
9			16%	25%
10			12%	21%
11				15%
12				10%
13				5%

Note: The total valuation of a taxpayer's assessable depreciable personal property in a single taxing district cannot be less than 30% of the adjusted cost of all such property of the taxpayer.

REAL PROPERTY ABATEMENT CALCULATION

Real property abatement is a declining percentage of the increase in assessed value of the improvement based on one of the ten following time periods and percentages as determined by the City Council:

Year:	10 Year	9 Year	8 Year	7 Year	6 Year	5 Year	4 Year	3 Year	2 Year	1 Year
1	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
2	95%	88%	88%	85%	85%	80%	75%	66%	50%	
3	80%	77%	75%	71%	66%	60%	50%	33%		
4	65%	66%	63%	57%	50%	40%	25%			
5	50%	55%	50%	43%	34%	20%				
6	40%	44%	38%	29%	17%					
7	30%	33%	25%	14%						
8	20%	22%	13%							
9	10%	11%								
10	5%									

Depreciable Personal Property Abatement Calculation

Depreciable personal property tax abatement is a declining percentage of the assessed value of the newly installed manufacturing (and certain research/development and warehousing/distribution equipment), based upon one of the ten time periods and percentages as determined by the City Council:

Year:	10 Year	9 Year	8 Year	7 Year	6 Year	5 Year	4 Year	3 Year	2 Year	1 Year
1	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
2	95%	88%	88%	85%	85%	80%	75%	66%	50%	
3	80%	77%	75%	71%	66%	60%	50%	33%		
4	65%	66%	63%	57%	50%	40%	25%			
5	50%	55%	50%	43%	34%	20%				
6	40%	44%	38%	29%	17%					
7	30%	33%	25%	14%						
8	20%	22%	13%							
9	10%	11%								
10	5%									

Adopted: 4/16/15

EXHIBIT A

1	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
2	90%	88%	88%	85%	85%	80%	75%	66%	50%	
3	80%	77%	75%	71%	66%	60%	50%	33%		
4	70%	66%	63%	57%	50%	40%	25%			
5	60%	55%	50%	43%	34%	20%				
6	50%	44%	38%	29%	17%					
7	40%	33%	25%	14%						
8	30%	22%	13%							
9	20%	11%								
10	10%									

Project Eligibility Criteria

Decisions to designate areas as Economic Revitalization Areas are determined by the City Council. The City Council utilizes a numerical scoring system as a guide for designating areas as Economic Revitalization Areas within the corporate limits of the City of Terre Haute. Each project is scored on its individual merits. The points system that is utilized to evaluate projects considers the degree of revitalization that the project will have on the surrounding area as well as other facts such as employment (created and/or retained), investment, utilization of local construction firms and labor and so forth.

The following projects will be considered by the Terre Haute City Council for property tax abatement. The real property guideline project scoring criteria can be found in the section entitled "City of Terre Haute Real Property Tax Abatement Guideline Scoring Criteria" on page 8. For projects seeking personal property tax abatement, the

"City of Terre Haute Personal Property Tax Abatement Guideline Scoring Criteria" can be found on page 10.

- A. **Manufacturing Project** – Local manufacturing projects, local manufacturing-related office structures and local manufacturing-related warehouses that create or preserve employment within the city limits are eligible for property tax abatement. In the case of manufacturing facilities that directly produce product (as well as manufacturing related-warehouses), both real and depreciable personal property are eligible. In the case of manufacturing-related office structures, only real property is eligible for abatement. Also, certain research and development equipment may qualify for depreciable personal property tax abatement.
- B. **Non-Manufacturing Warehouse and Distribution Center Projects** – Warehouses and distribution centers not related to a local manufacturing facility may be eligible for both real and depreciable personal property tax abatement. To be eligible for property tax abatement, the facility must substantially serve markets beyond the Terre Haute metropolitan area.

EXHIBIT A

- C. **Office Space Development** – Office space developments within the city limits are eligible for real property abatement provided the project substantially serves markets beyond the Terre metropolitan area.
- D. **Historic Preservation** – Projects within the city limits that assist in the preservation of buildings of significant historical nature will be considered for real property abatement.

Exhibit B

**City of Terre Haute
Real Property Tax Abatement Guideline Scoring Criteria**

Company Name: Hydrite Chemical Co.

Application Date: January 12, 2022

1. New Real Property Investment	5 points maximum	<u>5</u>
< \$500,000	1	
\$501,000 to \$1,000,000	2	
\$1,000,001 to \$2,000,000	3	
\$2,000,001 to \$3,000,000	4	
\$3,000,001 and up	5	
2. Anticipated New Full-Time Jobs Created Within 5 Years	5 points maximum	<u>2</u>
1 to 10 employees	1	
11 to 20 employees	2	
21 to 30 employees	3	
31 to 40 employees	4	
41 employees and up	5	
3. Anticipated Jobs to be Retained	5 points maximum	<u>5</u>
1 to 10 employees	1	
11 to 20 employees	2	
21 to 30 employees	3	
31 to 40 employees	4	
41 employees and up	5	
4. Wage Rates	3 points maximum	<u>3</u>
\$7.50 to \$10.00 per hour	0	
\$10.01 to \$12.00 per hour	1	
\$12.01 to \$14.00 per hour	2	
\$14.01 per hour and up	3	
5. Benefits Package	1 point if offered	<u>1</u>
6. Targeted Business	1 point if project is good fit for community	<u>1</u>
7. Community Involvement	1 point if company plans or is already involved in community activities	<u>1</u>
8. Is this project a headquarters or a new project to the community?	1 point if "Yes"	<u> </u>
9. Diverse Workforce	1 point if applicant maintains an affirmative action plan or other statement of specific goals with respect to employee diversity	<u>1</u>
Total Points		<u>19</u>

Adopted 06/30/2020

Exhibit B

Scoring

Length of Personal Property Abatement

20 points and up	10 years
18 to 19 points	9 years
16 to 17 points	8 years
14 to 15 points	7 years
12 to 13 points	6 years
10 to 11 points	5 years
8 to 9 points	4 years
6 to 7 points	3 years
4 to 5 points	2 years
2 to 3 points	1 year

Bonus Points

1. Common Construction Wage	Council may award one bonus point if company includes common construction wage requirements in its bid process	_____
2. Contractors Licensed To Do Business in Vigo County	Council may award one bonus point if a substantial percentage of the total fees for construction work associated with the project are paid to companies licensed to do business in Vigo County	<u>1</u>
3. Materials and Supplies from Vigo County Vendors	Council may award one bonus point if the applicant commits to purchase a substantial amount of materials and supplies for the construction work associated with the project from Vigo County based vendors	<u>1</u>
4. Existing Facilities	Council may award one bonus point for use, reuse, rehabilitation and/or expansion of an existing facility	_____
5. Mentoring/Intern Program	Council may award one bonus point if applicant pledges to participate in a mentoring or intern program associated with a Vigo County educational institution	<u>1</u>
Total Bonus Points		<u>3</u>
Grand Total Points		<u>22</u>
Recommended Length of Real Property Abatement Per Guideline Scoring Criteria		<u>10</u> Years

AGREEMENT

This Agreement (the "Agreement") dated as of the ____ day of _____, 2022, serves as a confirmation of Hydrite Chemical Co.'s (the "Applicant") commitment, pending a _____, 2022 public hearing, to comply with the project description, and job employment and retention (and associated wage rates and salaries) figures contained in its designation application, Statement of Benefits, the Preliminary Economic Revitalization Area Resolution No. 2, 2022, and attachments adopted by the Common Council of the City of Terre Haute, Indiana (the "Council") on Thursday, _____, 2022, and this Agreement (the "Commitment").

Subject to the adoption of a Final Economic Revitalization Area Resolution by the Council, the city of Terre Haute, Indiana (the "City") commits to providing a ten (10) year real property tax abatement for the Applicant's capital expenditure of up to \$7,200,000.00 associated with the construction of the Commitments. The capital expenditure of the Project and the filling of positions shall occur within five (5) years of the estimated completion date of August 31, 2022, contained in the approved Statement of Benefits Form SB-1 (the "Commitment Date").

During the term of the abatement, the city may annually request information from the Applicant concerning the status of the Project, the approval capital expenditure for the Project, the number of full-time permanent positions created by the Project, and the average wage rates and salaries (excluding benefits & overtime) associated with the position, and the Applicant shall provide the City with adequate written evidence thereof within 15 days of such request (the "Annual Survey"). The applicant shall provide a copy of the annual CFI to the Board of Public Works and Safety at the same time the CFI is filed with the County. The City shall utilize this information to verify that the Applicant has complied with the commitments contained in "the Commitments" at all times after the Commitment Date and during the duration of the abatement. The Applicant further agrees to provide the City with such additional information requested by the City related to the information provided in the Annual Survey and the CF-1 form within a reasonable time following any such additional request.

The City, by and through the Council, reserves the right to terminate the Economic Revitalization Area designation and associated property tax abatement deductions if it determines that the Applicant has not made reasonable efforts to substantially comply with all the commitments, and the Applicant's failure to substantially comply with the Commitments was not due to factors beyond its control. As used in the Agreement, "substantial compliance" shall mean the Applicant's

compliance with the following: Making capital expenditures of up to \$7,200,000.00 for the Project.

As used in this Agreement, factors beyond the control of the applicant shall only include factors not reasonably foreseeable at the time of the designation application and submission of Statement of Benefits which are not caused by any act or omission of the Applicant and which materially and adversely affect the ability of the Applicant to substantially comply with this Agreement.

If the City terminates the Economic Revitalization Area designation and associated tax abatement deductions, it may require the Applicant to repay the City all or a portion of the tax abatement savings received through the date of such termination. The amount of tax abatement required to be repaid for each year of noncompliance shall not exceed an amount equal to the percentage by which the Applicant has failed to attain substantial compliance in position retention and/or creation and average hourly wage rate and salary categories multiplied by the dollar amount of taxes actually abated. If the Applicant fails to substantially comply with more than one of the aforementioned categories, repayment shall be based on the highest level of noncompliance.

If any at time during the term of this Agreement, whether before or after the Commitment Date, the Applicant shall: (i) cease operations at the facility for which the tax abatement was granted; or (ii) announce the cessation of operations at such facility, then the City may immediately terminate the Economic Revitalization Area designation and associated future tax abatement deductions.

In the event the City requires repayment of the tax abatement savings as provided hereunder, it shall provide Applicant with a written statement calculation of the amount due (the "Statement"), and Applicant shall make such repayment to the City within 30 days of the date of the Statement. If the Applicant does not make timely repayment, the City shall be entitled to all reasonable costs and attorney fees incurred in the enforcement and collection of the tax abatement savings required to be repaid hereunder.

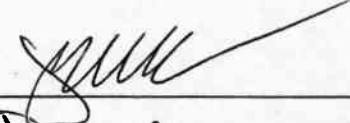
[SIGNATURES CONTAINED ON FOLLOWING PAGE]

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date and year first above written.

Applicant

Hydrite Chemical Co.

By: _____


Jim Auerbach - CFO
Printed Name and Title

Board of Public Works & Safety
City of Terre Haute

Approved as to Legal Adequacy and Form on this ____ day of _____, 2022.

By: _____

Title: _____

RECEIPT

The following was paid to the City of Terre Haute, Controller's Office.

Date: 1-12-22

Name: Hydrite

Reason: Day Abatement filing X2
\$ 500.00 each 0

Cash: _____

Check: 1000.00 (K# 60129)

Credit: _____

TOTAL: 1000.00

TERRE HAUTE, IN

PAID

JAN 12 2022

CONTROLLER

Received By: 