

Reset Form

CITY OF ANN ARBOR
CITY CLERK
REC'D

Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of Public Act 198 of 1974, as amended. Filing is mandatory.

INSTRUCTIONS: File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk	▶ Date received by Local Unit
STC Use Only	
▶ Application Number	▶ Date Received by STC

APPLICANT INFORMATION
All boxes must be completed.

▶ 1a. Company Name (Applicant must be the occupant/operator of the facility) Barracuda Networks, Inc.	▶ 1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (4 or 6 Digit Code) 3571
▶ 1c. Facility Address (City, State, ZIP Code) (real and/or personal property location) 317 Maynard Street, Ann Arbor, MI 48104	▶ 1d. City/Township/Village (indicate which) City of Ann Arbor
▶ 2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Rehabilitation (Sec. 3(1)) <input type="checkbox"/> Research and Development (Sec. 2(9))	▶ 1e. County Washtenaw ▶ 3a. School District where facility is located Ann Arbor Public Schools ▶ 3b. School Code 81010
4. Amount of years requested for exemption (1-12 Years) 5	

5. Per section 5, the application shall contain or be accompanied by a general description of the facility and a general description of the proposed use of the facility, the general nature and extent of the restoration, replacement, or construction to be undertaken, a descriptive list of the equipment that will be part of the facility. Attach additional page(s) if more room is needed.

See attached additional page for description.

6a. Cost of land and building improvements (excluding cost of land).....	▶ <u>\$750,000.00</u>
* Attach list of improvements and associated costs.	
* Also attach a copy of building permit if project has already begun.	
6b. Cost of machinery, equipment, furniture and fixtures.....	▶ <u>\$914,155.85</u>
* Attach itemized listing with month, day and year of beginning of installation, plus total	
6c. Total Project Costs.....	▶ <u>\$1,664,155.85</u>
* Round Costs to Nearest Dollar	
Total of Real & Personal Costs	

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	<u>Begin Date (M/D/Y)</u>	<u>End Date (M/D/Y)</u>	
Real Property Improvements ▶	<u>6/27/12</u>	<u>6/27/14</u>	▶ <input type="checkbox"/> Owned <input checked="" type="checkbox"/> Leased
Personal Property Improvements ▶	<u>7/1/12</u>	<u>7/1/14</u>	▶ <input checked="" type="checkbox"/> Owned <input type="checkbox"/> Leased

▶ 8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption. Yes No

▶ 9. No. of existing jobs at this facility that will be retained as a result of this project.
155 employees as of 07/01/12

▶ 10. No. of new jobs at this facility expected to create within 2 years of completion.
144 new jobs as of 07/01/14

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of SEV for the entire plant rehabilitation district and obsolescence statement for property. The Taxable Value (TV) data below must be as of December 31 of the year prior to the rehabilitation.

a. TV of Real Property (excluding land)

b. TV of Personal Property (excluding inventory)

c. Total TV

▶ 12a. Check the type of District the facility is located in:

Industrial Development District Plant Rehabilitation District

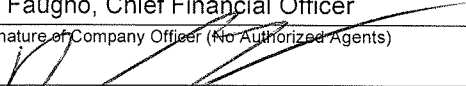
▶ 12b. Date district was established by local government unit (contact local unit)

▶ 12c. Is this application for a speculative building (Sec. 3(8))?
 Yes No

APPLICANT CERTIFICATION - complete all boxes.

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name Valerie Christofferson	13b. Telephone Number (734) 527-9141	13c. Fax Number (734) 761-9062	13d. E-mail Address Valerie@annarborusa.org
14a. Name of Contact Person Marion K. Fredendall	14b. Telephone Number (734) 887-2455	14c. Fax Number (734) 997-7408	14d. E-mail Address moneil@barracuda.com
▶ 15a. Name of Company Officer (No Authorized Agents) David Faugno, Chief Financial Officer			
15b. Signature of Company Officer (No Authorized Agents) 		15c. Fax Number	15d. Date
▶ 15e. Mailing Address (Street, City, State, ZIP Code) 317 Maynard Street, Ann Arbor MI 48104		15f. Telephone Number (408) 342-5357	15g. E-mail Address dfaugno@barracuda.com

LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

▶ 16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Yrs Real (1-12), _____ Yrs Pers (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	
16c. LUCI Code	16d. School Code
17. Name of Local Government Body	▶ 18. Date of Resolution Approving/Denying this Application

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Telephone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

**State Tax Commission
Michigan Department of Treasury
P.O. Box 30471
Lansing, MI 48909-7971**

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY				
▶ LUCI Code	▶ Begin Date Real	▶ Begin Date Personal	▶ End Date Real	▶ End Date Personal

Barracuda Networks, Inc.

Application for Industrial Facilities Tax Exemption Certificate

Section 5 General Facility Description

317 Maynard Street, City of Ann Arbor, Michigan

Barracuda Networks Inc. plans to double its number of employees in Ann Arbor, creating 184 high tech and engineering jobs over three years. This move is part of the company's commitment to invest \$6 million in its relocation to 317 Maynard in downtown Ann Arbor. Ann Arbor has become an engineering and development center for Barracuda Networks, where teams continue to build innovative technologies that fuel the security, networking and application delivery, and storage and backup product lines used by 150,000 customers around the world. The City of Ann Arbor is offering Barracuda Networks a five-year tax abatement under PA 198 which is estimated to be valued at \$85,150. The Michigan Economic Development Corporation is offering up to \$1.2 million in funding from the Michigan Business Development Program.

INFORMATION FOR TAX ABATEMENT

Barracuda Networks, Inc.

NEW MACHINERY AND EQUIPMENT

<u>Equipment</u>	<u>Cost</u>	<u>Date Installed</u>
144 Polycom Phones	\$ 36,000.00	First installation: 11/01/2012 Final installation: 07/01/2014
7 switches	\$ 7,000.00	11/01/12
2 Ricoh Copier/Printer/Fax Machines (or equivalent brand)	\$ 8,300.00	11/01/12
3 Projectors	\$ 3,000.00	11/01/12
10 APC PDU (2 per rack)	\$ 7,310.60	11/01/12
22 Cisco Network Switches	\$ 58,748.58	11/01/12
108 Bush Cubix White Spectrum/Slate Gray Corner Computer Desks	\$ 32,053.32	First installation: 11/01/2012 Final installation: 07/01/2014
54 Bush Cubix White Spectrum/Slate Gray Middle Computer Desk	\$ 11,446.92	First installation: 11/01/2012 Final installation: 07/01/2014
144 Computer Desk Chairs	\$ 22,894.47	First installation: 11/01/2012 Final installation: 07/01/2014
42 Conference Room Chairs	\$ 6,677.58	First installation: 11/01/2012 Final installation: 07/01/2014
2 Large Meeting Room Tables	\$ 848.00	11/01/12
12 Meeting Room Chairs	\$ 1,907.88	11/01/12
5 Large Conference Room Tables	\$ 2,120.00	11/01/12
3 Small Conference Room Tables	\$ 636.00	11/01/12
2 6 Ft. Folding Tables	\$ 500.00	11/01/12
2 4 Ft. Folding Tables	\$ 400.00	11/01/12
7 racks	\$ 14,000.00	11/01/12
6 wallboards and stands	\$ 10,000.00	First installation: 11/01/2012 Final installation: 07/01/2014
5 APC Netshelter Racks	\$ 5,674.90	11/01/12
10 APC Cable Organizer	\$ 517.70	11/01/12
CAT 5E Network Wiring	\$ 65,000.00	11/01/12
Cudatel test equipment (phones & switches)	\$ 4,000.00	11/01/12

100 Custom built PC's (Desktop Computers)	\$ 50,000.00	First installation: 11/01/2012 Final installation: 07/01/2014
44 Mac's (Apple Computers)	\$ 70,400.00	First installation: 11/01/2012 Final installation: 07/01/2014
252 23" LCD Monitors	\$ 45,360.00	First installation: 11/01/2012 Final installation: 07/01/2014
144 Keyboard/Mouse	\$ 2,016.00	First installation: 11/01/2012 Final installation: 07/01/2014
144 Phone Headsets	\$ 12,384.00	First installation: 11/01/2012 Final installation: 07/01/2014
144 Computer Headphones	\$ 720.00	First installation: 11/01/2012 Final installation: 07/01/2014
144 2U Test & development servers (in rack)	\$ 432,000.00	First installation: 11/01/2012 Final installation: 07/01/2014
1 6 Ft. Ladder for I.T.	\$ 300.00	11/01/12
1 Step Ladder for I.T.	\$ 150.00	11/01/12
1 Paper Shredder	\$ 200.00	11/01/12
10 2 Drawer File Cabinets	\$ 1,589.90	First installation: 11/01/2012 Final installation: 07/01/2014
Cost for New Machinery and Equipment	\$ 914,155.85	

CONSTRUCTION BREAKDOWN

Structural	\$ 525,000.00
Electrical	\$ 75,000.00
Mechanical	\$ 150,000.00
Total Construction	\$ 750,000.00

TOTAL MACHINERY AND EQUIPMENT \$ 1,664,155.85

Barracuda Networks, Inc.

Legal Description

317 Maynard Street, City of Ann Arbor, Michigan

Parcel No. **09-09-29-400-030**

LOTS 6 & 7 EXC PRT USED FOR ALLEY B3S R9E ANN ARBOR LAND COMPANYS ADDITION