

**REDEVELOPMENT AGENCY MEETING AGENDA
LAYTON, UTAH**

PUBLIC NOTICE is hereby given that the Redevelopment Agency (RDA) of Layton, Utah, will hold a public meeting in the Council Conference Room of the City Center Building, 437 North Wasatch Drive, Layton, Utah, commencing at **5:30 PM on October 3, 2024.**

AGENDA ITEMS:

1. Minutes of the Layton City Redevelopment Agency (RDA) Meeting - July 18, 2024
2. Acknowledgment of Termination of Agreement between Layton City, The Redevelopment Agency of Layton City, and JL Ventures, LLC; Dated January 17, 2008 – RDA Resolution 24-10 – Approximately 3550 North Fairfield Road

ADJOURN:

Notice is hereby given that:

- In the event of an absence of a full quorum, agenda items will be continued to the next regularly scheduled meeting.
- This meeting may involve the use of electronic communications for some of the members of this public body. Elected Officials at remote locations may be connected to the meeting electronically.

Date: _____ **By:** _____
Kimberly S Read, City Recorder

This public notice is posted on the Utah Public Notice website www.utah.gov/pmn/, the Layton City website www.laytoncity.org, and at the Layton City Center.

In compliance with the Americans with Disabilities Act, persons in need of special accommodations or services to participate in this meeting shall notify the City at least 24 hours in advance at 801-336-3826 or 801-336-3820.

D R A F T

MINUTES OF THE MEETING OF THE REDEVELOPMENT AGENCY OF LAYTON CITY

JULY 18, 2024 – 5:31 P.M.

BOARDMEMBERS AND OFFICERS PRESENT:

**CHAIR JOY PETRO, VICE CHAIR CLINT MORRIS,
EXECUTIVE DIRECTOR ALEX JENSEN,
BOARDMEMBERS ZACH BLOXHAM, TYSON
ROBERTS, BETTINA SMITH EDMONDSON, AND
DAVE THOMAS**

STAFF PRESENT:

**CLINT DRAKE, TRACY PROBERT, KARL KUEHN,
WENDY BRIMHALL, DAVID PRICE, JOELLEN
GRANDY, MINDY HUNSAKER, ALLEN SWANSON,
STEPHEN JACKSON, CHAD WILKINSON, AND
TORI CAMPBELL**

The meeting was held in the Council Conference Room of the Layton City Center.

Chair Petro opened the meeting.

MINUTES:

Boardmember Roberts moved to approve the minutes of June 20, 2024, as written. Boardmember Bloxham seconded the motion, which passed unanimously.

AGENDA:

REIMBURSEMENT AGREEMENT FOR DEVELOPMENT OF LAND BETWEEN THE REDEVELOPMENT AGENCY OF LAYTON CITY AND DENNYB4 LLC – RDA RESOLUTION 24-09 – APPROXIMATELY 3315 NORTH FAIRFIELD ROAD

Chad Wilkinson, Community and Economic Development Director, explained the developer, DennyB4 LLC, had requested financial assistance associated with the project. Staff considered the request and determined there was an opportunity to provide some assistance based on the following findings:

- Job creation
- Constraints associated with the topography
- Investment in the area

D R A F T

He announced based on the job creation Staff recommended offering 50% of the tax increment, generated by that particular site, which was consistent with the non-aerospace employers within the area. He pointed out there was a cap of \$75,000 over the life of the EDA (Economic Development Area) which wasn't a significant contribution. Staff recommended adoption of RDA Resolution 24-09 and asked if there were any questions.

Boardmember Roberts inquired what happened to the soil removed from the JL Properties site to facilitate the development and suggested it would be of significant dollar value. Mr. Wilkinson responded Wasatch Integrated had taken possession of a portion of the soil to be used in capping the landfill. Additionally, he explained there was a significant expense associated with removing the soil offsite and indicated private agreements could have been negotiated on behalf of the developer.

Boardmember Smith Edmondson pointed out the requested amount of the reimbursement agreement was significantly less than others brought before the Board and asked if the amount would contribute as much as anticipated. Mr. Wilkinson responded up to this point, the focus of development in the area was associated with aerospace development/jobs. He mentioned this request was consistent with other agreements similar to others non-aerospace related.

MOTION: Boardmember Roberts moved to approve RDA Resolution 24-09, a Reimbursement Agreement with DennyB4 LLC. Boardmember Smith Edmondson seconded the motion, which passed unanimously.

The meeting adjourned at 5:39 p.m.

Kimberly S Read, Secretary

**REDEVELOPMENT AGENCY OF LAYTON CITY
AGENDA ITEM COVER SHEET**

Item Number: 2.

Subject:

Acknowledgment of Termination of Agreement between Layton City, The Redevelopment Agency of Layton City, and JL Ventures, LLC; Dated January 17, 2008 – RDA Resolution 24-10 – Approximately 3550 North Fairfield Road

Background:

On January 17, 2008, The Redevelopment Agency of Layton City adopted Resolution 08-02, executing an Agreement for Development of Land between Layton City (City), The Redevelopment Agency of Layton City (Agency), and JL Ventures LLC (Agreement) Approximately 3550 North Fairfield Road. This Agreement was then recorded at the Davis County Recorder's Office on April 10, 2010, creating a permanent record on the property. The main purpose of the Agreement was to create the means to provide tax increments and City participation for the extension of North Fairfield Road, related utilities, and future construction of what is now Janicki Industries. At this time, all obligations in this Agreement have been met, and all debts have been reimbursed to the City, the Agency, and to JL Ventures, LLC (Developer). The Developer now requests the Agency consider terminating the Agreement to help facilitate future growth and development of the property. The Agreement will remain as a recorded document on the property. However, this Acknowledgment will provide evidence that any related encumbrance on the property has been satisfied and that the Agreement has been terminated. This action does not affect more recent and active agreements between the Agency and the Developer.

Alternatives:

Alternatives are to: 1) Adopt RDA Resolution 24-10 approving the Acknowledgment of Termination of Agreement between Layton City, The Redevelopment Agency of Layton City, and JL Ventures, LLC as submitted; 2) Adopt RDA Resolution 24-10 with any amendments the Agency deems appropriate; or 3) Not adopt RDA Resolution 24-10 and remand to Staff with directions.

Recommendation:

Staff recommends the Agency adopt RDA Resolution 24-10 approving the Acknowledgment of Termination of Agreement between Layton City, The Redevelopment Agency of Layton City, and JL Ventures, LLC, as submitted.

RDA RESOLUTION 24-10

ACKNOWLEDGMENT OF TERMINATION OF AGREEMENT BETWEEN LAYTON CITY, THE REDEVELOPMENT AGENCY OF LAYTON CITY, AND JL VENTURES, LLC DATED JANUARY 17, 2008

WHEREAS, the Redevelopment Agency of Layton City (“Agency”) has undertaken a program for the development of greenfield and greyfield areas in Layton City, including a project in those areas known as the “East Gate Economic Development Project Area” located in Layton City, Davis County, Utah (“Project Area”); and

WHEREAS, the Layton City Council (“City”) has approved through adoption of Ordinance 07-36, the East Gate Economic Development Project Area Plan and Budget dated October 18, 2007 and amended July 1, 2010 and March 7, 2024 (the “Development Plan”) providing for the development of certain lands in the Project Area and the future uses of such land, which has been filed in the office of both the Recorder of the City and the Agency; and

WHEREAS, the Agency participated in and executed an “Agreement for Development of Land Between Layton City, and the Redevelopment Agency of Layton City, and JL Ventures, LLC (“Agreement”), adopted by RDA Resolution 08-02, dated January 17, 2008, and recorded at the Davis County Recorder’s Office on April 27, 2010 to become a permanent record of certain land owned by JL Ventures, LLC (“Developer”) (Approximately 3550 North through 3850 North Fairfield Road) situated in the Project Area (“Site”); and

WHEREAS, the Developer agreed to develop the Site for and in accordance with the uses specified in the Development Plan and as more particularly described in the Agreement, which development required certain obligations from both the Agency and the Developer that have been completed; and

WHEREAS, the Developer desires to continue development of the Site for and in accordance with the uses specified in the Development Plan and has requested in writing in accordance with the terms of the Agreement, that the Agency acknowledge the terms of the Agreement have been fulfilled and the Agreement be terminated; and

WHEREAS, the Agency in order to achieve the objectives of the Development Plan and further development within the Project Area in accordance with the Development Plan, finds that the obligations of the Agreement have been met and completed and pursuant to the Developer’s request and the Agreement with JL Ventures, LLC should be terminated.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE REDEVELOPMENT AGENCY OF LAYTON CITY, UTAH:

1. That the Agency acknowledges the terms of this Agreement have been met and are complete.
2. That the ACKNOWLEDGEMENT OF TERMINATION OF AGREEMENT for the entitled “AGREEMENT FOR DEVELOPMENT OF LAND BETWEEN LAYTON CITY, AND THE REDEVELOPMENT AGENCY OF LAYTON CITY, AND JL VENTURES, LLC” which is attached hereto and incorporated herein by this reference, is approved.
3. That the RDA Chair is authorized to execute the Acknowledgment of Termination Agreement.
4. That this Resolution shall become effective immediately upon adoption by the Agency.

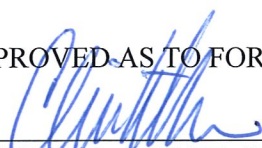
PASSED AND ADOPTED by the Board of Directors of the Redevelopment Agency of Layton City, this **3rd** day of **October, 2024**.

JOY PETRO, Chair

ATTEST:

KIMBERLY S READ, Secretary

APPROVED AS TO FORM:



CLINTON R. DRAKE, City Attorney



CHAD WILKINSON, Director
Community and Economic Development

WHEN RECORDED, RETURN TO:

Layton City
437 North Wasatch Drive
Layton, Utah 84041
Attn: Economic Development Director

Tax Parcel ID No. 09-012-0031
Tax Parcel ID No. 09-012-0032
Tax Parcel ID No. 09-452-0104
Tax Parcel ID No. 09-473-0105
Tax Parcel ID No. 09-473-0106
Tax Parcel ID No. 09-481-0001
Tax Parcel ID No. 09-481-0002
Tax Parcel ID No. 09-481-0003

ACKNOWLEDGMENT OF TERMINATION OF AGREEMENT

[Agreement for Development of Land between Layton City, and the Redevelopment Agency of Layton, and JL Ventures, LLC Dated January 17, 2008]

This ACKNOWLEDGMENT OF TERMINATION OF AGREEMENT (“**Acknowledgement and Termination**”), dated this 3rd day of October, 2024, is made by and between LAYTON CITY, a Municipal Corporation of Utah, the REDEVELOPMENT AGENCY OF LAYTON CITY, a political subdivision of the State of Utah, and JL VENTURES, LLC, an Alaskan limited liability company.

Pursuant to paragraph 7.8 of the Agreement for Development of Land between Layton City, and the Redevelopment Agency of Layton, and JL Ventures, LLC Dated January 17, 2008 and recorded in the Davis County Recorder’s Office, April 27, 2010, Entry 2525139, Book 5012, Pages 840-896 (“**Agreement**”); the Parties hereby acknowledge that all undertakings, conditions, or obligations contained therein are satisfied and complete. Accordingly, the Agreement is hereby terminated.

IN WITNESS WHEREOF, Layton City, the Redevelopment Agency of Layton City, and JL Ventures, LLC have executed this acknowledgment and termination as of the date noted above.

LAYTON CITY CORPORATION

By: _____
JOY PETRO, Mayor

ATTEST:

By: KIMBERLY S READ, City Recorder

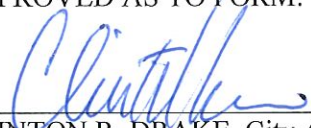
REDEVELOPMENT AGENCY OF LAYTON CITY,

By: _____
JOY PETRO, Board Chair

ATTEST:

By: KIMBERLY S READ, RDA Secretary

APPROVED AS TO FORM:



CLINTON R. DRAKE, City Attorney

JL VENTURES, LLC,

By: _____
LEONARD B. HYDE
Its: Managing Member

State of Alaska)
 : ss.
Third Judicial District)

The foregoing instrument was acknowledged before me this _____ day of _____, 2024, by Leonard B. Hyde, the Managing Member of JL Ventures, LLC, an Alaskan limited liability company.

NOTARY PUBLIC in and for Alaska
My Commission Expires: _____

2525139
BK 5012 PG 840

RETURNED
APR 27 2010

E 2525139 B 5012 P 840-896-A
RICHARD T. MAUGHAN
DAVIS COUNTY, UTAH RECORDER
04/27/2010 02:51 PM
FEE \$0.00 Pgs: 38
DEP RT REC'D FOR LAYTON CITY CORP

**AGREEMENT FOR DEVELOPMENT OF LAND BETWEEN
LAYTON CITY, AND THE REDEVELOPMENT AGENCY OF LAYTON, AND JL VENTURES, LLC
(Approximately 3550 North through 3850 North Fairfield Road)**

**AGREEMENT FOR DEVELOPMENT OF LAND BETWEEN
LAYTON CITY, AND THE REDEVELOPMENT AGENCY OF LAYTON CITY, AND JL VENTURES, LLC
(Approximately 3550 North through 3850 North Fairfield Road)**

THIS AGREEMENT for the development of land (hereinafter referred to as this "Agreement") is made and entered into this 17th day of January, 2008, between LAYTON CITY, a municipal corporation of the State of Utah (hereinafter referred to as "City"), and The REDEVELOPMENT AGENCY OF LAYTON CITY, a governmental agency organized under the laws of the State of Utah (hereinafter referred to as "Agency"), and JL VENTURES, LLC, an Alaskan limited liability company (hereinafter referred to as "Developer"), City, Agency and Developer collectively referred to as the "Parties" and separately as "Party".

RECITALS

WHEREAS, the Agency has undertaken a program for the development of greenfield areas in Layton City, and has undertaken a project in those areas known as the "East Gate Economic Development Project" located in Layton City, Davis County, Utah (referred to herein as the "City"), which area is herein called "the Project Area;" and

WHEREAS, the Agency has prepared and adopted, and the City through its Council and the adoption of Ordinance 07-36, has approved, the East Gate Economic Development Project Area Plan and Budget dated October 18, 2007 (the "Development Plan"), which is attached hereto as Exhibit B, providing for the development of certain lands in the East Gate Economic Development Project Area (Project Area) and the future uses of such land, which Development Plan has been filed in the office of both the Recorder of Layton City and the Redevelopment Agency of Layton City; and

WHEREAS, to enable the City and the Agency to achieve the objectives of the Development Plan, and particularly to make the land in the Project Area available for development by private enterprise for and in accordance with the uses specified in the Development Plan, the City and the Agency desires to enter into this Agreement with the Developer, which will detail the extension of Fairfield Road as it pertains to Developer's property, including delegating which parties will pay for construction costs; and

WHEREAS, the Developer has entered into a contract (the "Purchase Agreement") to purchase certain land situated in the Project Area, which land (hereinafter called the "Site") is described in Exhibit A hereto, and desires to develop the Site for and in accordance with the uses specified in the Development Plan and as more particularly described in this Agreement; and

WHEREAS, the City and the Agency believe that the development of the Site, pursuant to this Agreement and the Development Plan, and the fulfillment generally of this Agreement and the intentions set forth herein, are in the vital and best interests of the City, the Agency and in the best interest of the health, safety, morals and welfare of City residents, and are in accord with the public purposes and provisions of the applicable State laws and requirements under which said Project has been undertaken and is being assisted; and

WHEREAS, the City, the Agency, and the Developer, are willing to assist in the construction of certain infrastructure in accordance with the provisions of the Development Plan and this Agreement.

NOW, THEREFORE, each of the parties hereto, for and in consideration of the premises and agreement of the other party hereto, do covenant and agree that:

**ARTICLE I
DEFINITIONS**

The following terms in this Agreement have the meaning and content set forth in this Article 1:

- 1.1 "City" shall mean Layton City, a body corporate and politic of the State of Utah. The principal office of City is located at 437 North Wasatch Drive, Layton, Utah 84041, phone number (801) 336-3800.
- 1.2 "City's Undertakings" shall mean the obligations of the City set forth in Article III.
- 1.3 "Design Overlay" shall mean a document approved by the Agency and the City that will specify design guidelines, landscaping, architecture, improvements, maintenance and plan approval procedure for development in the Project Area. The Design Overlay shall be the document attached to this Agreement as Exhibit E.
- 1.4 "Developer" shall mean JL Ventures, LLC, with its principal offices located at P.O. Box 202845, 813 D Street, Anchorage, Alaska 99520-2845, phone number (907) 279-8068.
- 1.5 "Developer's Undertakings" shall have the meaning set forth in Article IV.
- 1.6 "Agency" shall mean the Redevelopment Agency of Layton City, a body corporate and politic of the State of Utah. The principal office of Agency is located at 437 North Wasatch Drive, Layton, Utah 84041, phone number (801) 336-3800.
- 1.7 "Tax Increment" shall mean tax increment received from the East Gate Economic Development Project Area as defined by Utah State Code (17C-1-102(42)).
- 1.8 "Project Area" shall have the meaning set forth in the Recitals hereto.
- 1.9 "Development Plan" shall have the meaning set forth in the Recitals hereto.
- 1.10 "Site" shall mean the property owned by the Developer or subsequently acquired by the Developer, within the Project Area, up to a total of 91 acres of property.
- 1.11 "Exhibit A" shall mean the map depicting ownership and property lines.
- 1.12 "Exhibit B" shall mean the East Gate Economic Development Project Area Plan and Budget, adopted October 18, 2007.
- 1.13 "Exhibit C" shall mean the document showing the costs of various improvements identified in this Agreement.
- 1.14 "Exhibit D" Detention Basin Drawing.
- 1.15 "Exhibit E" shall mean the document that is adopted by the City Council that will be a design overlay for the project area.

ARTICLE II CONDITIONS PRECEDENT

This Agreement shall not take effect until the adoption, approval and execution of the Agreement by the City, the Agency and the Developer. The "Effective Date" of this Agreement shall be the date the Agreement is adopted and approved by the Layton City Council.

ARTICLE III CITY'S UNDERTAKINGS

3.1 Design Overlay. The City, through its Department of Community and Economic Development, will be responsible for insuring that a Design Overlay, consistent with the East Gate Economic Development Project Area Plan, is adopted by the Agency and the City prior to June 30, 2008. The City will work in good faith and seek Developer's input on the Design Overlay. The Design Overlay will specify design guidelines, landscaping, architecture, improvements, maintenance and plan approval procedure for the Project Area. The City staff will act promptly to bring the Design Overlay before the City Council for adoption. Once adopted, the Design Overlay shall be attached to this Agreement as "Exhibit E."

3.2 Detention Basin Land. The City will work in good faith, to arrange for the use of land or to obtain an interest in land by way of a grant of easement or dedication, for use as a storm water detention basin that shall be used to satisfy the storm water requirements for development on the Site. All detention basin improvements shall be constructed and/or paid for by the City with reimbursement to the City by the Developer as provided in this Agreement. The Developer shall reimburse to the City, their proportional share of the detention basin improvements as identified in Exhibit C within 30 days of written demand from the City. The City storm drain facility will be constructed to provide for storm drain detention from the site pursuant to City storm drain detention requirements. The storm drain detention facility will be at the location identified in Exhibit D.

3.3 Fairfield Road Improvements. The City will pay for the construction of an eighty foot (80') road designated Fairfield Road, beginning where Fairfield Road currently ends, extending to the north boundary line of Developer's property. Developer will reimburse the City for their proportional share of the Fairfield Road improvements as provided in this Agreement. The City will make its best efforts to acquire the property necessary from the abutting landowner to the east, for the additional ground needed to complete the construction of Fairfield Road. The City is also committed to completing improvements to the existing portion of Fairfield Road from Highway 193 to the current end of asphalt as the City budget will allow. Barring the reallocation of funds by the City to pay for the development of Fairfield Road from the current end of asphalt to the northern end of Developer's property, the improvements to the existing Fairfield Road are estimated to be completed by Fall of 2008.

3.4 Payback Agreement. When Tax Increment revenues are received pursuant to EGEDA Plan and Budget the Agency will reimburse the Developer for all reimbursable costs that the Developer has paid to the City under sections 4.2, 4.3, 4.5, and 4.6 of this Agreement. The City will remit Tax Increment monies to the Developer within 30 days of receipt of Tax Increment monies. The City, the Agency and the Developer will negotiate in good faith to reach an agreement on the reimbursement of Tax Increment funds. Nothing herein shall be construed to eliminate or diminish the City's or Agency's ability to finance the construction of the entire road, which may require the Developer to subordinate their interest in reimbursement under this paragraph.

3.5 Impact Fee Reimbursement.

3.5.1 The Developer will be credited for impact fees for the dedication of ten feet (10') of land for the "system improvement" portion of Fairfield Road as identified in the Layton City Capital Facilities Plan. The City's obligation for reimbursement from impact fees shall not exceed the amounts designated in the CFP for such improvements. Any additional value to be paid for the property may be made from other sources available to the City, not to exceed the value the Developer paid for the property.

3.5.2 The Developer will be credited for impact fees proportionally to the extent the Developer funds detention basin improvements as identified in the Layton City Capital Facilities Plan. The City's obligation for reimbursement from impact fees shall not exceed the amounts designated in the CFP for such improvements.

3.6 Developer's Undertakings. Regarding Article IV, Developer's Undertakings, the City has agreed to consider funding up to Five Hundred Thousand Dollars (\$500,000.00) of Developer's commitments identified in Exhibit C. The City shall be under no obligation to do so. However, if the City determines to do so, the Developer shall

subordinate their interest in collecting any reimbursement from tax increment money, to the City, until the above commitment paid by the City, is paid in full.

ARTICLE IV DEVELOPER'S UNDERTAKINGS

4.1 Roadway Property. The Developer agrees to dedicate to the City, a right-of-way, forty-feet (40) wide, for the construction of a portion of Fairfield Road. The median of the right-of-way shall follow the property line that divides the Developer's property from the abutting property to the east. The length shall extend from where Fairfield Road currently ends, to the north boundary line of Developer's property.

4.2 Roadway Improvements. The Developer agrees to reimburse to the City, their proportional share of the improvements required for a 40 foot, half street, including curb, gutter, sidewalk, park strip and complete asphalted roadway, pursuant to the cost estimate identified in Exhibit C. All construction will be done according to City engineering standards and with the approval of the City's Engineering Department. The Developer shall reimburse to the City, their proportional share of the roadway improvements in the roadway as identified in Exhibit C within 30 days of written demand from the City.

4.3 Storm Sewer. The City will install, with the construction of the Fairfield Road, all storm water improvements in the roadway as part of the construction of the Road. The Developer shall reimburse to the City, their proportional share of the storm drain improvements in the roadway as identified in Exhibit C within 30 days of written demand from the City. Storm water improvements to be installed by the City do not include laterals to the Site or any improvements on the Site, which shall be considered "project improvements" and shall be the sole responsibility of the Developer.

4.4 Detention Basin Improvements. JL shall pay proportional share of pond work as a "project improvement." The Developer shall reimburse to the City, their proportional share of the detention basin improvements as identified in Exhibit C within 30 days of written demand from the City.

4.5 Water. The City will install, with the construction of the Fairfield Road, all culinary water improvements in the roadway as part of the construction of the Road. The Developer shall reimburse to the City, their proportional share of the culinary water improvements as identified in Exhibit C within 30 days of written demand from the City. Culinary Water improvements to be installed by the City do not include laterals to the Site or any improvements on the Site, which shall be considered "project improvements" and shall be the sole responsibility of the Developer.

4.6 Sanitary Sewer. The City will install, with the construction of the Fairfield Road, all sanitary sewer improvements in the roadway as part of the construction of the Road. The Developer shall reimburse to the City, their proportional share of the sanitary sewer improvements as identified in Exhibit C within 30 days of written demand from the City. Sanitary sewer improvements to be installed by the City do not include laterals to the Site or any improvements on the Site, which shall be considered "project improvements" and shall be the sole responsibility of the Developer.

4.7 Water Shares. The Developer shall dedicate to the City the required shares of water for the Site, pursuant to the City's water exaction ordinance.

4.8 Costs. Developer understands and agrees that the costs indicated in this Agreement and specifically contained in Exhibit C, are estimates and that Exhibit C may be modified and amended to reflect the actual costs once the improvements are completed. Developer agrees to pay the estimated costs and any difference between the estimated cost and the actual costs of construction within 30 days of written demand by the City.

4.9 Design Overlay. Developer agrees to build according to the Design Overlay approved by the City and the Agency, which is attached to this Agreement as Exhibit E.

ARTICLE V GENERAL REQUIREMENTS AND RIGHTS OF CITY

5.1 Issuance of Permits - Developer. Developer shall have the sole responsibility for obtaining all necessary building permits in connection with the development of the Site and shall make application for such permits directly to the Layton City Community and Economic Development Department and other appropriate departments and agencies having authority to issue such permits in connection with the development of the Site. The City shall not unreasonably withhold or delay the issuance of its permits.

5.2 Completion Date. The Developer shall, in good faith, reasonably pursue completion of the development of the Site, according to the terms of this Agreement. Each phase or completed portion of the project must independently meet the requirements of this Agreement and the City's ordinances and regulations, such that it will stand alone, if no further work takes place on the project.

5.3 Access to the Subject Area. For the purpose of assuring compliance with this Agreement, so long as they comply with all safety rules of the Developer and their contractors, representatives of City shall have the right of access to the Site without charges or fees during the period of the development of the Site. City shall indemnify, defend and hold Developer harmless from and against all liability, loss, damage, costs or expenses (including attorneys' fees and court costs) arising from or as a result of the death of a person or any accident, injury, loss or damage caused to any person, property or improvements on the Site arising from the negligence or omissions of City, or its agents or employees, in connection with City's exercise of its rights granted in this paragraph.

ARTICLE VI REMEDIES

6.1 Remedies for Breach. In the event of any default or breach of this Agreement or any of its terms or conditions, the defaulting Party or any permitted successor to such Party shall, upon written notice from the other, proceed immediately to cure or remedy such default or breach, and in any event cure or remedy the breach within thirty (30) days after receipt of such notice. In the event that such default or breach cannot reasonably be cured within said thirty (30) day period, the Party receiving such notice shall, within such thirty (30) day period, take reasonable steps to commence the cure or remedy of such default or breach, and shall continue diligently thereafter to cure or remedy such default or breach in a timely manner. In case such action is not taken or diligently pursued, the aggrieved Party may institute such proceedings as may be necessary or desirable in its opinion to:

6.1.1 Cure or remedy such default or breach, including, but not limited to, proceedings to compel specific performance by the Party in default or breach of its obligations; and

6.2 Enforced Delay Beyond Parties' Control. For the purpose of any other provisions of this Agreement, neither City nor Developer, as the case may be, nor any successor in interest, shall be considered in breach or default of its obligations with respect to its construction obligations pursuant to this Agreement, in the event the delay in the performance of such obligations is due to unforeseeable causes beyond its fault or negligence, including, but not restricted to, acts of God or of the public enemy, acts of the government, acts of the other Party, fires, floods, epidemics, quarantine restrictions, strikes, freight embargoes or unusually severe weather, or delays of contractors or subcontractors due to such causes or defaults of contractors or subcontractors. Unforeseeable causes shall not include the financial inability of the Parties to perform under the terms of this Agreement.

6.3 Extension. Any Party may extend, in writing, the time for the other Party's performance of any term, covenant or condition of this Agreement or permit the curing of any default or breach upon such terms and conditions as may be mutually agreeable to the Parties; provided, however, that any such extension or permissive curing of any particular default shall not operate to eliminate any of any other obligations and shall not constitute a waiver with respect to any other term, covenant or condition of this Agreement nor any other default or breach of this Agreement.

6.4 Rights of Developer. In the event of a default by a Party's assignee, a Party may elect, in their discretion, to cure the default of such assignee, provided, Party's cure period shall be extended by thirty (30) days.

ARTICLE VII GENERAL PROVISIONS

7.1 Successors and Assigns of Owners. This Agreement shall be binding upon the Parties, and their successors and assigns. Where the term "Developer" is used in this Agreement, it shall mean and include the successors and assigns of Developer. Nothing herein shall be deemed to restrict or limit the Developer's ability to sell, transfer and/or assign its rights and obligations under the Purchase Agreement, or with respect to the real property comprising the Site, in whole or in part, or its rights and obligations under this Agreement, for which no consent shall be required for any sale of an area up to thirty percent (30%) of the area of the original Site. Any assignee shall be deemed to have made (as to itself and not as to Developer) any and all representations and covenants made by Developer hereunder, as if the assignee were the original signatory hereto. Developer agrees to notify the City and the Agency in writing of any such assignment, which notice shall identify the assignee(s) and contain a copy of the document(s) evidencing such assignment." For areas that would constitute more than thirty percent (30%) of the original Site, the City shall have no obligation under this Agreement to any successor or assign of Parties not approved by City. Notwithstanding the foregoing, City shall not unreasonably withhold or delay its consent to any assignment or change in ownership (successor or assign of Parties) of the Site. Upon approval of any assignment by City, or in the event Parties assign all or part of this Agreement to an assignee, Parties shall be relieved from further obligation under that portion of the Agreement for which the assignment was made and approved by City. For purposes of this section, a sale to an affiliate company of the Developer does not constitute a "transfer."

7.2 Notices. All notices, demands and requests required or permitted to be given under this Agreement (collectively the "Notices") must be in writing and must be delivered personally or by nationally recognized overnight courier or sent by United States certified mail, return receipt requested, postage prepaid and addressed to the Parties at their respective addresses set forth below, and the same shall be effective upon receipt if delivered personally or on the next business day if sent by overnight courier, or three (3) business days after deposit in the mail if mailed. The initial addresses of the Parties shall be:

To Developer:	JL Ventures, LLC P.O. Box 202845 813 D Street Anchorage, Alaska 99520-2845 907-279-8068
To City:	LAYTON CITY CORPORATION 437 North Wasatch Drive Layton, Utah 84041 Attn: Alex R. Jensen, City Manager 801-336-3800; 801-336-3811 (FAX)
The Agency:	THE REDEVELOPMENT AGENCY OF LAYTON CITY 437 North Wasatch Drive Layton, Utah 84041 Attn: Alex R. Jensen, Executive Director 801-336-3800; 801-336-3811 (FAX)

Upon at least ten (10) days' prior written notice to the other Party, either Party shall have the right to change its address to any other address within the United States of America.

If any Notice is transmitted by facsimile or similar means, the same shall be deemed served or delivered upon confirmation of transmission thereof, provided a copy of such Notice is deposited in regular mail on the same day of such transmission.

7.3 Third Party Beneficiaries. Any claims of third party benefits under this Agreement are expressly denied, except with respect to permitted assignees and successors of Developer.

7.4 Governing Law. It is mutually understood and agreed that this Agreement shall be governed by the laws of the State of Utah, both as to interpretation and performance. Any action at law, suit in equity, or other judicial proceeding for the enforcement of this Agreement or any provision thereof shall be instituted only in the courts of the State of Utah.

7.5 Integration Clause. This document constitutes the entire agreement between the Parties and may not be amended except in writing, signed by the City, the Agency and the Developer.

7.6 Exhibits Incorporated. Each Exhibit attached to and referred to in this Agreement is hereby incorporated by reference as though set forth in full where referred to herein.

7.7 Attorneys' Fees. In the event of any action or suit by a Party against the other Party for reason of any breach of any of the covenants, conditions, agreements or provisions on the part of the other Party arising out of this Agreement, the prevailing Party in such action or suit shall be entitled to have and recover from the other Party all costs and expenses incurred therein, including reasonable attorneys' fees.

7.8 Termination. Except as otherwise expressly provided herein, the obligation of the Parties shall terminate upon the satisfaction of the following conditions:

7.8.1 With regard to Developers' Undertakings, performance of Developer of the Developers' Undertakings as set forth herein.

7.8.2 With regard to City's Undertakings, performance by City of City's Undertakings as set forth herein.

Upon Developer's request, the other Party agrees to enter into a written acknowledgment of the termination of this Agreement, or part thereof, so long as such termination (or partial termination) has occurred.

7.9 Recordation. This Agreement shall not be recorded without the prior written consent of the Developer, whose property is affected by the recording and the City.

7.10 Master Plan. The Parties shall prepare a Master Plan reflecting the proposed development of the Subject Area. Once the Master Plan is accepted by the Parties, it shall be executed and then is considered to be a part of this Agreement, binding on the Parties. This Plan may be amended as agreed upon by the Parties, to the extent that said amendments are consistent with the objectives of this Agreement and the City's ordinances and regulations.

7.11 Non-appropriation Clause. The City shall, in good faith, attempt to fund the City's commitments under this agreement. However, in the event that sufficient funds are not budgeted and appropriated by Layton City, as part of the annual budgeting process, during the term of this agreement, an "event of non-appropriation" shall be deemed to have occurred, as of the date of final adoption by Layton City, of the budget in which such funds were not appropriated. In the event of the occurrence of an event of non-appropriation, Layton City shall give written notice thereof to the Developer and following such written notice, the particular obligation under the contract affected by the non-appropriation shall be deemed terminated.

IN WITNESS WHEREOF, the Parties have caused this Agreement to be executed by their duly authorized representatives effective as of the day and year first above written.

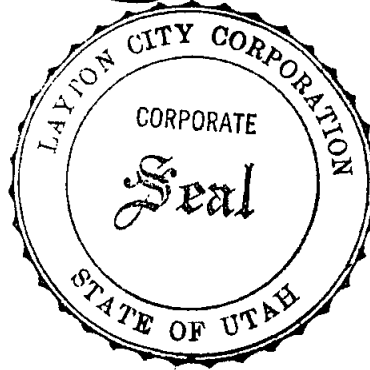
LAYTON CITY CORPORATION,

By: [Signature]
J. STEPHEN CURTIS, Mayor

ATTEST:

[Signature]
~~THEDA WELLMAN, City Recorder~~
STEVEN M. ASHBY, Deputy City Recorder
APPROVED AS TO FORM:

[Signature]
For GARY CRANE, City Attorney



REDEVELOPMENT AGENCY OF LAYTON CITY,

By: [Signature]
J. STEPHEN CURTIS, Chair

JL VENTURES, LLC

By: [Signature]
LEONARD B. HYDE
Its: Managing Member

State of Alaska)
) ss.
Third Judicial District)

The forgoing instrument was acknowledged before me this 11th day of January, 2008 by Leonard B. Hyde, Managing Member of JL Ventures, LLC, an Alaskan limited liability company.

[Signature]
NOTARY PUBLIC in and for Alaska
My Commission expires: 3/14/09

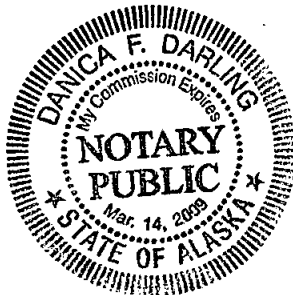


EXHIBIT B

EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA PLAN AND BUDGET

ORDINANCE 07-36

**AN ORDINANCE ADOPTING THE EAST GATE ECONOMIC DEVELOPMENT
PLAN AND BUDGET**

WHEREAS, the Layton City economy has a shortage of family sustaining jobs; and

WHEREAS, the East Gate Economic Development Project Area (Project Area) draft Plan and draft Budget have been proposed to help bring family sustaining jobs to Layton City; and

WHEREAS, an analysis has been completed that shows the Project Area Plan and Budget will provide a public benefit and effectuate a public purpose by providing life sustaining jobs to the Layton City economy; and

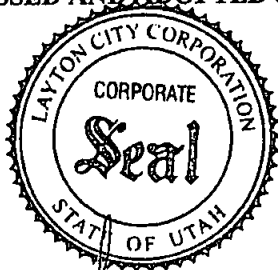
WHEREAS, the Project Area Plan and Budget conform to the City's general plan; and

WHEREAS, carrying out the Project Area Plan and Budget will promote the public peace, health, safety, and welfare of Layton City.

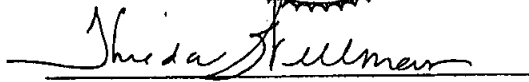
NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF LAYTON, UTAH:

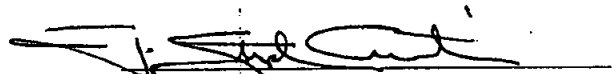
1. That the "EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA PLAN AND BUDGET" be adopted and approved.
2. That the "EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA PLAN AND BUDGET" be transmitted to all Taxing Entities in the Project Area, and all necessary Davis County officials and State of Utah Agencies.

PASSED AND ADOPTED by the City Council of Layton, Utah this 18h day of October, 2007.



ATTEST:


THIEDA WELLMAN, City Recorder


J. STEPHEN CURTIS, Mayor

STATE OF UTAH)

: ss.

COUNTY OF DAVIS)

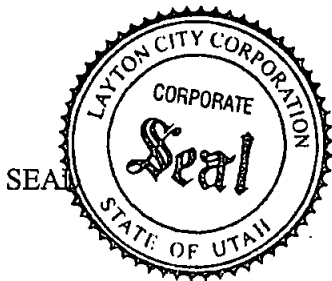
I, **Thieda Wellman**, do hereby certify that I am the duly qualified and acting **City Recorder** of Layton City Corporation, a municipal corporation located in Davis County, State of Utah. I further certify that on the **22nd day of October, 2007**, I posted **Ordinance 07-36** to which this certificate is attached, by posting a full, true and correct copy thereof, in each of the following three public places within the corporate limits of Layton City, to wit:

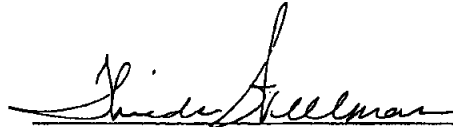
One copy at Layton City Hall

One copy at Davis County Library, Layton Branch

One copy at Layton City Police Department

IN WITNESS WHEREOF, I have hereunto subscribed my official signature and affixed the corporate seal of Layton City this **22nd day of October, 2007**.




THIEDA WELLMAN, City Recorder

EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA PLAN & BUDGET



PREPARED BY: LAYTON CITY
OFFICE OF COMMUNITY AND ECONOMIC DEVELOPMENT
ADOPTED DATE:

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PART I. EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA PLAN

INTRODUCTION

The Board of the Redevelopment Agency of Layton City has determined that it is in the best interest of the City to create an Economic Development Project Area on the east side of Hill Air Force Base. This action is being taken to grow the local and regional economy by creating jobs and sustaining Hill Air Force Base. This plan is in compliance with Title 17C, Limited Purpose Local Government Entities - Community Development and Renewal Agencies, of the Utah State Code.

This plan recommends that industrial, open space, business and research uses be developed in the area. The project area shall be known as the East Gate Economic Development Project Area (Project Area).

SECTION 1 - Boundaries of the Economic Development Project Area

A map of the Project Area is attached and incorporated herein by this reference as Exhibit "A".

The Legal Description of the Project Area is attached and incorporated herein by this reference as Exhibit "B".

Certain portions of the Project Area are outside the City's boundary and are unincorporated Davis County. According to the State Code Title 17C, Chapter 1, Section 204 this land may be included in the Project Area. This section of the Code states:

17C-1-204. Urban renewal, economic development, and community development by an adjoining agency -- Requirements.

(1) An agency or community may, by resolution of its board or legislative body, respectively, authorize an agency to conduct urban renewal, economic development, or community development activities in a project area that includes an area within the authorizing agency's boundaries or within the boundaries of the authorizing community if the project area or community is contiguous to the boundaries of the other agency.

(2) If an agency board or community legislative body adopts a resolution under Subsection (1) authorizing another agency to undertake urban renewal, economic development, or community development activities in the authorizing agency's project area or within the boundaries of the authorizing community:

(a) the other agency may act in all respects as if the project area were within its own boundaries;

(b) the board of the other agency has all the rights, powers, and privileges with respect to the project area as if it were within its own boundaries; and

(c) the other agency may be paid tax increment funds to the same extent as if the project area were within its own boundaries.

(3) Each project area plan approved by the other agency for the project

area that is the subject of a resolution under Subsection (1) shall be adopted by ordinance of the legislative body of the community in which the project area is located.

The City will collect Tax Increment from the entire Project Area, including areas that are outside the City limits. A map and legal description of the portion of the Project Area that is outside the City limits are attached and incorporated herein by this reference as Exhibit "C". The resolution from the County authorizing the Agency to include the specified County land in the Project Area is also contained in Exhibit "C". Layton City will be responsible for maintaining all development in unincorporated Davis County.

SECTION 2 - Project Area Characteristics and How They Will be Affected by Economic Development

A. Land Uses in the Project Area

Land uses in the area will be directly consistent with the officially adopted zoning ordinances of Layton City. The following zones exist in the Project Area: (a) Agriculture; (b) Professional Business; (c) Manufacturing; (d) Business/Research Park; and (e) Commercial. There will be no new retail construction permitted in the Project Area, except supportive services for businesses in the Project Area. Smaller retail operations such as restaurants, copy shops, etc. will be allowed in the project area.

The current land uses in the Project area are commercial (12.3%); office (1.4%); agriculture / open space / undeveloped land (86.3%).

Land uses in the Project Area will be affected by future developments. Demolition of existing buildings will be minimal though may be required. Most development will be the construction of new buildings as most of the land in the area is undeveloped. The current uses of existing buildings will largely remain the same with no changes. There will be a large increase in commercial development. All anticipated uses will be consistent with the General Plan of Layton City.

B. Layout of Principal Streets in the Project Area

All principal streets in the Project Area are shown on the Land Use map attached as Exhibit "A". The infrastructure in the Project Area is an integral component of the Plan. Infrastructure will be a catalyst for development as much of the area is not currently accessible. Tax Increment generated from the Project Area will go almost exclusively to infrastructure installation and improvements.

Layton City anticipates that the Project Area could affect the existing infrastructure as follows: (a) one or more of the existing streets will be improved; (b) one or more new streets will be constructed to further development objectives;

(c) intersections may be improved or altered to ensure maximum efficiency for traffic flow and to increase traffic capacity in the Project Area.

C. Population in the Project Area

The Project Area has no residential buildings and though there are small residential zones in the Project Area this plan and the City's General Plan do not allow for any residential uses. Near the Project Area there is a mobile home park and some single-family dwellings. These residences are outside the Project Area and will not be mixed with the proposed development.

The daytime population, workers who work for firms in the Project Area, will be affected by development. Development in the Project Area will bring more workers into the Project Area during the daytime hours.

D. Building Intensities in the Project Area

The building intensities within the boundaries of the Project Area were analyzed. It is expected that the building intensities within the project area will be affected in the following ways:

1. New manufacturing, office, industrial and research buildings will need to be constructed. Some existing buildings will be remodeled or renovated or may be demolished with new manufacturing, office, industrial and research buildings being the focus of development and redevelopment.
2. It is anticipated that the Project Area will transition from lower density commercial and agricultural use to an area of more intense commercial and office uses. This change will increase the daytime population.
3. Infrastructure installation will open up land in the Project Area that had not previously been accessible and developable. This will allow development to occur throughout Project Area.

SECTION 3 - Standards That Will Guide Economic Development

A. Development Objectives

The following objectives will be pursued in order to create a more viable Project Area:

1. Promote and market the Project Area for development or redevelopment that will enhance the economic health of the community through diversification of the City's tax base, create a dynamic Industrial/Business Park that will be a large job base and establish infrastructure that will better accommodate mobility throughout the Project Area.

2. Assist in the expansion, rehabilitation, or construction of buildings if sound long-term economic activity can be increased thereby.
3. Encourage development through the assembly of land into reasonably sized and shaped parcels for expanded economic activity.
4. Provide utilities, streets, curbs, sidewalks, parking areas and landscaping to give the area an improved look and to attract and encourage expanded business activity.
5. Coordinate and improve the public transportation system, including streets and public transit services.

B. Design Objectives

Subject to the development objectives and other provisions of this Plan, owners and developers will be allowed flexibility in the development of land located within the Project Area and will be expected to achieve to the highest quality design and development. Each development proposal will be considered subject to: (1) appropriate elements of the City's General Plan; (2) the planning and zoning code of the City; (3) other applicable building codes and ordinances of the City; (4) a review and recommendation by the City Planning Commission; and (5) a review and recommendation by the Agency to ensure that the development is consistent with this Plan. A review of development proposals may also be made by an advisory design review committee established by the Agency. If the Agency or an advisory design review committee reviews the proposal they will have no more than three weeks to make a review and recommendation concerning the proposal. All reviews will be done before the Planning Commission reviews the proposal.

Each development proposal by an owner or developer will be accompanied by site plans, development data and other appropriate material that clearly describes the extent of the proposed development, including land coverage, setbacks, heights and bulk proposed, off-street parking to be provided, use of public transportation, and any other data determined to be necessary or requested by the City or the Agency.

The general design of specific projects may be developed or approved by the Agency in cooperation with the Planning Commission. The particular elements of the design should be such that the overall development of the Project Area will:

1. Provide an attractive environment.
2. Blend harmoniously with the adjoining areas.

3. Provide for the optimum amount of open space and well-landscaped area in relation to new buildings.
4. Provide surface parking area and structures and structures parking facilities, appropriately designed, screened and landscaped to blend harmoniously with the area.
5. Provide open spaces and pedestrian walks which are oriented to the directions of maximum use and designed to derive benefit from land use relationships and views.
6. Result in the development of land within the Project Area in such a manner that available off-street parking will be maintained to the maximum degree.
7. Comply with the provisions of this plan.

C. Specific Design Objectives

1. Building Design Objectives:

- a. New buildings shall be of design and materials that will be in harmony with the adjoining area and other new developments, and shall be subject to design review and approval by the Agency.
- b. The design of buildings shall take optimum advantage of available views and topography and shall provide, where appropriate, separate levels of access.
- c. Buildings within the Project Area should be designed to be aesthetically pleasing.

2. Open Space Objectives:

- a. Attractively landscaped open spaces shall be provided, which will offer maximum usability to occupants of the building for which they are developed.
- b. Where feasible and appropriate to scale landscaped, paved, and graded pedestrian walks should be provided along the lines of the most intense use, particularly from building entrances to streets, parking areas, and adjacent buildings on the same site.
- c. Materials and design paving, retaining walls, fences, curbs, benches, and other items, should be of good appearance, easily maintained, and indicative of their purpose.

- d. The location and design of pedestrian walks should afford maximum safety and separation from vehicular traffic and should recognize desirable views of new and existing development in the area.

3. Parking Design Objectives:

- a. Parking areas shall be designed with careful regard to orderly arrangement, topography, relationship to view, ease of access, and as an integral part of the overall site design.
- b. Multi-story parking is allowed, in accordance with City ordinances and regulations.

4. Landscape Design Objectives:

- a. A coordinated landscaped design over the entire Project Area incorporating landscaped treatment for open space, roads, paths, and parking areas into a continuous and integrated design shall be a primary objective.
- b. Primary landscape treatment shall consist of shrubs, ground cover, and shade trees as appropriate to the character of the Project Area and as determined by the City and the Agency.

5. Project Improvement Design Objectives:

- a. Public rights-of-way. All streets, sidewalks and walkways within public rights-of-way will be designed or approved by the City and be consistent with all design objectives.
- b. Street lighting and signs. Lighting standards and signs of pleasant appearance and modern illumination standards shall be provided as necessary as approved by the City.

D. Techniques to Achieve Project Area Plan Objectives

Possible activities contemplated in carrying out the Plan in the Project Area include the acquisition, clearance, construction, or rehabilitation of properties in the Project Area.

- 1. Acquisition and Clearance: Parcels of real property located in the Project Area may be acquired by purchase at fair market value.
- 2. Construction: New construction may be initiated in order to encourage additional private sector building and investment.

3. Rehabilitation: Properties determined to be in substandard condition by the Agency and not otherwise intended for development may be sufficiently rehabilitated to insure a reasonable remaining economic life.
4. Implementation of Projects: The Agency shall have the right to approve the design and construction documents of all development within the Project Area to ensure that all development within the Project Area is consistent with this Project Area Plan. The City shall notify the Agency of all requests for (1) zoning changes; (2) design approval; (3) site plan approval; and (4) building permits within the Project Area. Projects within the Project Area shall be implemented as approved by the Agency and the City.

SECTION 4 - How the Purposes of State Law Would Be Attained by Economic Development

It is the intent of the Agency, with the assistance and participation of private owners, to encourage and accomplish appropriate development within the Project Area by methods described in this Plan. This includes the installation and improvement of infrastructure in the Project Area. The Agency reserves the right to remove buildings or structures, to construct new buildings, facilities, to purchase land, and to use incentives to maximize appropriate development beneficial to Layton City. By these methods, the private sector should be encouraged to undertake new development or redevelopment which will strengthen the tax base of the community in furtherance of the objectives set forth in this Plan.

SECTION 5 - How the Plan is Consistent with the City's General Plan

This Plan is consistent with and the proposed development conforms the City's General Plan in the following respects:

A. Zoning Ordinances

The property within the Project Area is currently zoned for Agriculture (A, A-1); Business/Research Park (B-RP); Professional Business (PB); Commercial (CP-1, C-H); and Residential (R-1-8). The proposed development is permitted under the current zoning classifications of the City. If any zoning changes are required, such changes will be submitted to the City for consideration and approval. There is some residential zoning in the Project Area but no residential structures. All residential zoning in the Project Area is in the City's General Plan as being zoned for Business/Research Park.

The City General plan envisions the entire project area as being Business/Research Park, Commercial, Agriculture and Manufacturing. The City has pursued this zoning to support the development proposed in this Plan.

B. Building Codes

The construction of all new buildings and improvements and the rehabilitation of any existing buildings or improvements will be done in accordance with the standards set forth in the General Plan of the City and in accordance with the Building Codes adopted by or applicable to the City. All building permits for construction or rehabilitation will be issued by the City in order to assure that new development or redevelopment is consistent with the General Plan of the City.

C. Planning Commission

This Plan is consistent with the General Plan of the City which encourages viable commercial centers and the development of an Industrial/Business Park in the Project Area. The Planning Commission must review this Plan for it to be valid.

SECTION 6 - Description of how the Economic Development will create Additional Jobs

A description of how the economic development will create jobs is in the Economic Benefit Analysis which is attached and incorporated herein as Exhibit "D".

SECTION 7 - Description of the Specific Projects that are the Object of the Proposed Economic Development

The Agency believes on the basis of input received by the Agency from owners of real property within the Project Area that a number of development projects may be undertaken by private owners to accomplish the purposes of this Plan. Specific projects will include development that supports the mission of Hill Air Force Base. Infrastructure will need to be installed to facilitate any development. The Infrastructure will open all areas of the Project Area for development.

The Agency will use Tax Increment primarily for the construction of infrastructure throughout the Project Area. The Agency believes that increasing access through the Project Area will make the area more attractive to firms and developers looking to locate to the area.

SECTION 8 - Ways in Which Private Developers Will be Selected to Undertake the Economic Development**A. Selection of Private Developers**

The Agency desires owners of real property in the Project Area to undertake development of their property and contemplates that owners will take advantage of the opportunity to develop their property. In the event that owners do not wish to participate in development or redevelopment in compliance with the Plan, the Agency reserves the right pursuant to the provisions of the Act to acquire parcels,

to encourage other owners to acquire other property within the Project Area, or to select non-owner developers by private negotiation, public advertisement, bidding or solicitation of written proposals, and by so doing encourage or accomplish the desired development of the Project Area.

B. Identification of Developers Who Are Currently Involved in the Proposed Development

The Agency has been contacted by or has been in contact with developers and current property owners within the Project Area. Several developers have inquired concerning the Project Area. Grandview Corporate Center, LLC and East Layton, LLC are both landowners in the Project Area. They are not working directly with the Agency but have taken various steps to develop land in the Project Area.

1. Qualified Owners: The Agency shall first permit qualified owners within the Project Area to participate as developers in the development of the Project Area.
2. Other Parties: Regarding all or any portion of the Project Area, if owners in the Project Area do not propose development projects, or do not possess the necessary skill, experience and financial resources, or are not willing or able to appropriately develop all or part of the project Area, the Agency may identify other qualified persons who may be interested in developing all or part of the Project Area. Potential developers may be identified by one or more of the following processes: (1) public solicitation, (2) requests for proposals (RFP), (3) requests for bids (RFB), (4) private negotiation, or (5) some other method of identification approved by the Agency.

SECTION 9 - Reasons for the Selection of the Project Area

For the following reasons the Agency has selected this site for the location of the Project Area:

- The Project Area has specific economic advantages because of its location to Hill Air Force Base. The development proposed in this Plan will provide support to the base.
- With infrastructure installments the Project Area will become a vibrant economic quadrant within the City.
- This location offers easy access to a variety of transportation means.
- The Project Area is one of the last remaining Greenfield sites in all of Davis County. The Agency wants to ensure this project is developed in the most efficient manner possible.

- Northern Davis County is in need of life sustaining jobs, this site will be able to support multiple firms that will be bringing high paying jobs to the community.
- This location offers the flexibility and zoning to house a variety of industries.
- The Project Area is one of the last areas in the City where a successful industrial/business park could be located. Most Greenfield areas in Layton are surrounded by housing. There are houses near the Project Area, but they are limited and there is a natural separation between the proposed development and residential structures. The majority of the Project Area is surrounded by Hill Air Force Base and the Wasatch Integrated Waste Management District's garbage disposal facilities.

SECTION 10 - Description of the Physical, Social and Economic Conditions Existing in the Area

A. Physical Conditions

The Project Area consists of 676 acres including public streets. All of the land in the Project Area is privately or quasi-publicly owned, and there is no public land. The majority of the property is undeveloped and there are no public roads to most of the land.

The southwest portion of the Project Area is the only part of the Project Area that has experienced significant development. This area is zoned M-1, light manufacturing, and most businesses in this area are conforming to the M-1 zoning requirements. This area does have some older buildings that may need to be rehabilitated or demolished.

The Sun Hills Golf Course is located in the middle of the Project Area. The Golf Course does have a clubhouse, which is in good shape. The Golf Course will remain open space unless the owner decides to develop the property.

With the exception of one office building in the southeast corner of the Project Area these mentioned developments are the only developments in the Project Area. The remaining portions of the Project Area are undeveloped.

B. Social Conditions

There are no residential structures in the Project Area. There are some commercial buildings in the Project Area that provide jobs. Jobs in the area are generally mixed in pay. The companies that provide jobs in the Project Area are mostly industrial related. There are some firms that do provide higher paying office jobs.

C. Economic Conditions

The land in the Project is largely underutilized. Though some small pockets of the Project Area have been developed, most of the land is undeveloped. The Project Area's location near the Hill Air Force Base make it ideal for industrial/business related development.

The Project Area has remained undeveloped because the needed infrastructure is costly. With the proper infrastructure in place the area will become economically viable and able to support the developments which this plan propose.

SECTION 11 - Description of any Tax Incentives Offered to Private Entities for Facilities Located in the Project Area

Subject to the establishment of the Project Area, the following generally describes tax or other incentives which the Agency intends to offer within the Project Area to developers in consideration for constructing and operating the proposed development.

The Agency may use the City's share of any property tax collections and may under certain conditions use capital improvement funds along with Tax Increment generated from the Project Area to help pay for costs associated with the development of the Project Area. These funds may be used for such items as public infrastructure improvements and installations, Agency requested off-site improvements and upgrades and on-site upgrades, land write downs, desirable Project Area improvements and other items as approved by the Agency. Payment to the developer shall be made through an agreement between the Agency and the City or the Agency and the developer. Except where the Agency issues bonds or otherwise borrows or receives funds, the Agency expects to pay the City or developer for the agreed upon amount. Subject to the provisions of the Act, the Agency may agree to pay for eligible costs and other items from taxes for any period of time the Agency may deem to be appropriate under the circumstances.

SECTION 12 - Analysis of the Anticipated Public Benefit to be Derived from the Economic Development

A description of how the economic development will create jobs is in the Economic Benefit Analysis, which is attached as Exhibit "D".

SECTION 13 - National or State Register of Historic Places

There are no buildings or places in the Project Area that are on or eligible for the National or State register of historic places.

SECTION 14 - Owner Participation

This Plan provides for reasonable opportunities to participate in the development of property in the Project Area by the owners of property in the Project Area. The Agency has previously adopted an Owner Participation Plan, copies of which may be obtained from the office of the Agency upon request.

SECTION 15 - Relocation Plan

This Plan does not include any plans, or participation on the part of the RDA, for the relocation of any residents or businesses. The relocation process will be managed by the private sector.

SECTION 16 - Eminent Domain

The use of eminent domain as part of this plan is limited and will only be use in accordance with Utah State Code Title 17C, Chapter 1, Section 206.

SECTION 17 - Amending Plan and Budget

The Agency may amend or modify this Plan or Budget at any time in accordance with the State Code Title 17C, Chapter 3, Sections 109 and 205.

SECTION 18 - Project Financing

A. Financial Sources

As described in PART II. THE EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA BUDGET, the following sources will be contributing to development in the Project Area.

1. Private Entities:

Private entities will be responsible for financing their respective developments.

2. Layton City:

Where feasible Layton City will appropriate funds to improve and install infrastructure in the Project Area. The City does not have the financial resources to allocate significant financial resources to the area. The City will participate as budgetary constraints allow. The City will contribute resources, aside from Tax Increment received from the Project Area, to support the development proposed by this Plan.

3. Tax Increment:

This Plan specifically incorporates the provisions of Tax Increment Financing permitted by the State Code Title 17C, Limited Purpose Local Government Entities - Community Development and Renewal Agencies. This money will primarily be used to improve and install infrastructure in the Project Area.

The property tax increments shall be set forth in Section 18 B. Briefly stated, the tax increments that will be available under this Plan are determined in the following manner. After this Plan is adopted, the total taxable value of the property within the Project Area is determined using the last taxable values shown on the last equalized assessment roll prior to adoption of the Plan. This provides a base figure. To the extent the taxable values of property within the Project Area increase above this base figure, application of prevailing tax rates to the increased value above the base figure yields "tax increment." These tax increments arise only with respect to property located in the Project Area. Other taxing entities continue to be entitled to receive the tax revenues that result from application on prevailing tax rates to the base figure of the taxable value, so long as the total of taxable values in the Project Area exceed the base figure. The tax increments are made available for financing and assisting with the financing of development within the Project Area. Such financing can be accomplished through the use of tax increment bonds or other borrowing. These bonds or other borrowing are retired using the tax increments generated from increased taxable values within the Project Area. Bond holders and other creditors have no recourse against anything but such tax increments for payment of such bonds or other borrowing to the extent such bonds or other borrowing are based solely on tax increments. In particular, they have no claims against City funds.

The Agency is authorized to issue bonds if appropriate and feasible in an amount sufficient to finance all or any part of the project.

The Agency is authorized to obtain advances, to borrow funds and to create indebtedness in carrying out the plan. The principal, interest on such advances, funds, and indebtedness may be paid from tax increments or any other funds available to the Agency.

B. Tax Increment and Plan Duration:

The following is an estimate of the total amount of tax increment that will be expended in undertaking economic development and the length of time for which it will be expended.

The Agency has elected to collect 90 percent of the annual tax increment from the Project Area. This includes Property and Personal Property taxes. The Agency will collect 90 % tax increment from the Davis School District and the State

- School Board for a period of 15 years commencing from the first tax year the Agency accepts tax increment for the entire project area. The Agency will collect 90% tax increment from all tax entities, except the School District and State School Board, in the Project Area for a period of 25 years commencing from the first tax year the Agency accepts tax increment for the entire project area. The Agency shall only except \$30,143,854 in tax increment. When the Agency receives \$30,143,854 in tax increment, it shall stop receiving tax increment even if it is before the duration of the fifteen or twenty-five year period respectively. The City will start receiving Tax Increment Financing from all Taxing Entity's in the same year.

The Agency must commence implementation of this Plan within three (3) years after the date the plan is adopted. The Agency has selected 2006 as a base year for Tax Increment Financing calculations. The Agency will review the Plan at least every five years to assess how development is in line with the requirements and timeline of the Plan. The Agency will hold a Taxing Entity Committee meeting annually to insure that all funds are needed for completion of the items in the Budget.

SECTION 19 – Fair Housing Plan and Expenditures

Title 17C, chapter 1, section 412 of the Utah State code requires that 20% of tax increment received from the Project Area must be spent on specific fair housing initiatives. The City will be using fair housing funds to fund two initiatives.

First, money will be given in \$5,000 increments to low/moderate income, first time homebuyers. Applicants must have a household income that is not more than 80% of the area median income as defined by the U.S. Department of Housing and Urban Development. This money will only be allowed for down payment assistance and closing costs

Second, money will be given for housing rehabilitation costs for low/moderate income and elderly homeowners. The same income requirements that are established in the preceding paragraph are also in place for this initiative.

Fair housing funds will be divided between these two initiatives as need requires. The total amount that will be given to fair housing initiatives is \$6,028,771.

PART II. EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA BUDGET

EAST GATE ECONOMIC DEVELOPMENT PROJECT AREA BUDGET

ADOPTED DATE: October 18, 2007

BUDGET EXPENDITURES

SECTION 1: FAIRFIELD EXTENSION TO 1st INTERSECTION				
ITEM DESCRIPTION	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	2.94	ACRE	\$100,000.00	\$294,000.00
F&I 3-inch minus subgrade material (12" thick)	6000	TON	\$15.00	\$90,000.00
F&I 3/4" or 1" gradation roadbase (10" thick)	6200	TON	\$16.00	\$99,200.00
F&I 3/4" gradation PG 64-34 mix design asphalt (8" thick)	4500	TON	\$60.00	\$270,000.00
Construct standard 30" 6" high back concrete c&g	3200	LF	\$12.00	\$38,400.00
F&I 8" sewer line with Incidentals	1600	LF	\$140.20	\$224,320.00
F&I 48" storm drain line with Incidentals	1600	LF	\$183.65	\$293,840.00
F&I 12" water line with Incidentals	1600	LF	\$101.15	\$161,840.00
F&I 8" land drain system with Incidentals	1600	LF	\$140.20	\$224,320.00
F&I 4-foot sidewalk with 6" compacted roadbase	3200	LF	\$11.00	\$35,200.00
Roadway Excavation	14300	SY	\$4.00	\$57,200.00
General Excavation	1500	LUMP SUM	\$250,000.00	\$250,000.00
Utopia Installation		LUMP SUM	\$42,500.00	\$42,500.00
Contingency		LUMP SUM	30%	\$806,898.00
			TOTAL =	\$2,871,518.00
SECTION 2: FAIRFIELD RD. INTERSECTION TO CHURCH STREET				
ITEM DESCRIPTION	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	7.1	ACRE	\$100,000.00	\$710,000.00
F&I 3-inch minus subgrade material (12" thick)	14300	TON	\$15.00	\$214,500.00
F&I 3/4" or 1" gradation roadbase (10" thick)	12400	TON	\$16.00	\$198,400.00
F&I 3/4" gradation PG 64-34 mix design asphalt (8" thick)	11000	TON	\$60.00	\$660,000.00
Construct standard 30" 6" high back concrete c&g	7700	LF	\$12.00	\$92,400.00
F&I 8" sewer line with Incidentals	3850	LF	\$140.20	\$539,770.00
F&I 48" storm drain line with Incidentals	3850	LF	\$183.65	\$707,052.50
F&I 12" water line with Incidentals	3850	LF	\$101.15	\$389,427.50
F&I 8" land drain system with Incidentals	3850	LF	\$140.20	\$539,770.00
F&I 4-foot sidewalk with 6" compacted roadbase	7700	LF	\$11.00	\$84,700.00
Roadway Excavation	34250	SY	\$4.00	\$137,000.00
General Excavation		LUMP SUM	\$250,000.00	\$250,000.00
Utopia Installation		LUMP SUM	\$42,500.00	\$42,500.00
Contingency		LUMP SUM	30%	\$1,356,906.00
			TOTAL =	\$5,922,428.00
SECTION 3: CHURCH STREET EXTENSION TO INTERSECTION				
ITEM DESCRIPTION	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	5.8	ACRE	\$100,000.00	\$580,000.00
F&I 3-inch minus subgrade material (12" thick)	11700	TON	\$15.00	\$175,500.00
F&I 3/4" or 1" gradation roadbase (10" thick)	10200	TON	\$16.00	\$163,200.00
F&I 3/4" gradation PG 64-34 mix design asphalt (8" thick)	8800	TON	\$60.00	\$528,000.00
Construct standard 30" 6" high back concrete c&g	6300	LF	\$12.00	\$75,600.00
F&I 8" sewer line with Incidentals	3150	LF	\$140.20	\$441,630.00
F&I 48" storm drain line with Incidentals	3150	LF	\$183.65	\$578,497.50
F&I 12" water line with Incidentals	3150	LF	\$101.15	\$318,822.50
F&I 8" land drain system with Incidentals	3150	LF	\$140.20	\$441,630.00
F&I 4-foot sidewalk with 6" compacted roadbase	6300	LF	\$11.00	\$69,300.00
Roadway Excavation	28000	SY	\$4.00	\$112,000.00
General Excavation		LUMP SUM	\$250,000.00	\$250,000.00
Utopia Installation		LUMP SUM	\$42,500.00	\$42,500.00
Contingency		LUMP SUM	30%	\$1,120,194.00
			TOTAL =	\$4,896,874.00
SECTION 4: 1700 EAST EXTENSION TO CHURCH ST. INTERSECTION				
ITEM DESCRIPTION	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	3.2	ACRE	\$100,000.00	\$320,000.00
F&I 3-inch minus subgrade material (12" thick)	6500	TON	\$15.00	\$97,500.00
F&I 3/4" or 1" gradation roadbase (10" thick)	5650	TON	\$16.00	\$90,400.00
F&I 3/4" gradation PG 64-34 mix design asphalt (8" thick)	4900	TON	\$60.00	\$294,000.00
Construct standard 30" 6" high back concrete c&g	3500	LF	\$12.00	\$42,000.00
F&I 8" sewer line with Incidentals	1750	LF	\$140.20	\$245,350.00
F&I 48" storm drain line with Incidentals	1750	LF	\$183.65	\$320,387.50
F&I 12" water line with Incidentals	1750	LF	\$101.15	\$177,012.50
F&I 8" land drain system with Incidentals	1750	LF	\$140.20	\$245,350.00
F&I 4-foot sidewalk with 6" compacted roadbase	3500	LF	\$11.00	\$38,500.00
Roadway Excavation	15655	SY	\$4.00	\$62,220.00
General Excavation		LUMP SUM	\$250,000.00	\$250,000.00
Utopia Installation		LUMP SUM	\$42,500.00	\$42,500.00
Contingency		LUMP SUM	30%	\$619,941.00
			TOTAL =	\$2,728,911.00
MISCELLANEOUS ITEMS				
CHURCH STREET FROM POND/TANK TO 1700 EAST EXT.	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	3.63	ACRE	\$100,000.00	\$363,000.00
Furnish and install 3-inch minus subgrade material (12" thick)	6700	TON	\$15.00	\$100,500.00
Furnish and install 3/4-inch or 1-inch gradation roadbase (10" thick)	5800	TON	\$16.00	\$92,800.00
Furnish and install 3/4-inch gradation PG 64-34 mix design performance grade asphalt (8" thick)	3800	TON	\$60.00	\$228,000.00
Construct standard 30-inch 6-inch high back concrete c&g	4800	LF	\$12.00	\$57,600.00
Furnish and install 12-inch D3034 white PVC sanitary sewer pipe	2400	LF	\$140.20	\$336,480.00
Furnish and install 24-inch class III reinforced concrete pipe	1700	LF	\$53.68	\$91,056.00
Construct standard combination hooded inlet/cleanout box	6	EACH	\$2,400.00	\$12,000.00
Furnish and install 16-inch ductile iron class 51 pipe	2400	LF	\$101.15	\$242,760.00
Furnish and install 4-foot sidewalk with 6" compacted roadbase	4800	LF	\$11.00	\$52,800.00
Excavation	17600	CY	\$4.50	\$79,200.00
Contingency		LUMP SUM	30%	\$496,887.80
			TOTAL =	\$2,153,093.80
EXTENSION OF NORTH HILLS DRIVE TO NEW ALIGNMENT				
ITEM DESCRIPTION	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	0.75	ACRE	\$100,000.00	\$75,000.00
F&I 3-inch minus subgrade material (12" thick)	1850	TON	\$15.00	\$27,750.00
F&I 3/4" or 1" gradation roadbase (10" thick)	1500	TON	\$16.00	\$24,000.00
F&I 3/4" gradation PG 64-34 mix design asphalt (8" thick)	825	TON	\$60.00	\$49,500.00
Construct standard 30" 6" high back concrete c&g	1500	LF	\$12.00	\$18,000.00
F&I 15" storm drain line in North Hills Subdivision	500	LF	\$50.00	\$25,000.00
F&I 10" water line with Incidentals	1250	LF	\$95.00	\$118,750.00
F&I 4-foot sidewalk with 6" compacted roadbase	1800	LF	\$11.00	\$19,800.00
Roadway Excavation	5300	SY	\$4.00	\$21,200.00
Contingency		LUMP SUM	30%	\$113,040.00
			TOTAL =	\$489,840.00

GREYHAWK COMMERCIAL- CHURCH ST EXT. FROM HWY 193

Cost for road extension w/ utilities and detention basin

TOTAL=

\$1,283,798.08

EAST DETENTION POND	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	8	ACRES	\$135,000.00	\$1,080,000.00
F&I complete working detention basin with incidentals	1	LUMP SUM	\$850,000.00	\$850,000.00
			TOTAL=	\$1,730,000.00
WEST DETENTION POND	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	4	ACRES	\$135,000.00	\$540,000.00
F&I complete working detention basin with incidentals	1	LUMP SUM	\$600,000.00	\$600,000.00
			TOTAL=	\$1,140,000.00
SOUTH DETENTION POND	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	3	ACRES	\$135,000.00	\$405,000.00
F&I complete working detention basin with incidentals	1	LUMP SUM	\$400,000.00	\$400,000.00
			TOTAL=	\$805,000.00

WIDENING OF EXISTING FAIRFIELD ROAD	QUANTITY	UNIT	(\$ PER UNIT)	TOTAL
Land acquisition cost	0.78	ACRES	\$125,000.00	\$98,000.00
Excavate ROW	1	LUMP SUM	\$63,984.00	\$63,984.00
Furnish and install subgrade material	2033	TON	\$12.00	\$24,396.00
Furnish and install roadbase material	2630	TON	\$23.00	\$60,480.00
Roto-mill 2" existing asphalt	10888	SY	\$3.25	\$35,377.88
Construct 2" asphalt overlay	1688	TON	\$62.00	\$104,656.00
Furnish and install PG asphalt	102	TON	\$60.00	\$6,120.00
Remove existing curb & gutter	2876	LF	\$6.00	\$17,256.00
Remove existing sidewalk	1688	LF	\$5.00	\$8,440.00
Remove existing drive approach	309	LF	\$7.00	\$2,163.00
Construct standard concrete curb & gutter	2818	LF	\$13.50	\$38,043.00
Construct 4" wide concrete sidewalk	2839	LF	\$12.50	\$35,487.50
Construct GW4 (UDOT) ADA ramp	2	EACH	\$700.00	\$1,400.00
Construct standard ADA ramp	2	EACH	\$700.00	\$1,400.00
Construct 4'x5' Drive Approach	309	LF	\$25.00	\$7,725.00
Furnish and install 15-inch Class III C-78 reinforced concrete pipe	24	LF	\$30.00	\$720.00
Furnish and install 15-inch gravel (rock) bedding material for pipe	12	LF	\$16.00	\$192.00
Adjust manholes inlets	18	EACH	\$9.50	\$171.00
Adjust CO boxes/inlets	7	EACH	\$350.00	\$2,450.00
Adjust water valves	0	EACH	\$900.00	\$0.00
Adjust water valves	0	EACH	\$250.00	\$0.00
Remove existing inlets	3	EACH	\$250.00	\$750.00
Furnish and install 24" RCP	1400	LF	\$53.58	\$75,012.00
Construct inlet boxes	2	EACH	\$1,800.00	\$3,600.00
Construct combo box	2	EACH	\$3,400.00	\$6,800.00
Contingency	1	LUMP SUM	\$150,280.14	\$150,280.14
			TOTAL=	\$824,580.82

LAYTON CITY EASTGATE PROJECT

Cost for Fairfield Road extension w/ utilities and Eastgate access to HAFB

TOTAL=

\$1,259,221.11

TOTALS:

SECTION 1 TOTAL=	\$2,671,516.00
SECTION 2 TOTAL=	\$5,922,428.00
SECTION 3 TOTAL=	\$4,988,874.00
SECTION 4 TOTAL=	\$2,728,911.00
CHURCH STREET- FROM POND/TANK TO 1700 EAST EXT.=	\$2,163,093.80
EXTENSION OF NORTH HILLS DRIVE TO NEW ALIGNMENT TOTAL=	\$489,840.00
GREYHAWK COMMERCIAL- CHURCH ST EXT. FROM HWY 193 =	\$1,283,798.08
EAST DETENTION BASIN TOTAL=	\$1,730,000.00
WEST DETENTION BASIN TOTAL=	\$1,140,000.00
SOUTH DETENTION BASIN TOTAL=	\$805,000.00
WIDENING OF EXISTING FAIRFIELD ROAD TOTAL=	\$824,580.82
LAYTON CITY EASTGATE PROJECT=	\$1,259,221.11
INTEREST ON FINANCING FOR TIF FUNDED EXPENDITURES=	\$1,577,622.28

PROJECT TOTAL=

\$27,482,692.88

EXPENDITURES TO BE PAID BY TAX INCREMENT FINANCING

FROM PROJECT AREA= \$24,115,083.08

EXPENDITURES TO BE PAID BY PRIVATE PARTIES= \$1,283,798.08

EXPENDITURES TO BE PAID BY LAYTON CITY= \$2,083,811.73

TOTAL AMOUNT OF TAX INCREMENT FINANCING NEEDED

PROJECT AREA EXPENDITURES=

\$24,115,083

FAIR HOUSING EXPENDITURES=

\$6,028,771

TOTAL=

\$30,143,854 *

*The ceiling rate for Tax Increment to be received by Layton City is \$30,143,854. Once this total amount has been received the City will receive no more Tax Increment.

TAXING ENTITIES IN THE PROJECT AREA, TAX RATES AND CONTRIBUTION

<u>GOVERNMENTAL AGENCY</u>	<u>TAX RATE*</u>	<u>CONTRIBUTION TO EDA</u>	<u>% OF TOTAL</u>
DAVIS SCHOOL DISTRICT	0.00579	\$9,283,939	31%
DAVIS COUNTY	0.002003	\$7,007,275	23%
LAYTON CITY	0.002092	\$7,320,862	24%
MOSQUITO ABATEMENT	0.000088	\$299,805	1%
NORTH DAVIS SEWER DISTRICT	0.000763	\$2,689,416	8%
STATE ASSESSING AND COLLECTION	0.000139	\$486,995	2%
WEBER BASIN WATER CONSERVANCY DISTRICT	0.000178	\$683,688	2%
STATEWIDE SCHOOL RATE	0.001515	\$2,432,074	8%
TOTAL=	0.012568	\$30,143,854	100%

*2008 Certified Tax Rates

The Agency has elected to collect 90 percent of the annual tax increment from the Project Area. This includes Property and Personal Property tax increment. The Agency will collect 90% tax increment from the Davis School District and the State School Board for a period of 15 years commencing from the first tax year the Agency accepts tax increment for the entire project area. The Agency will collect 90% tax increment from all tax entities, except the School District and State School Board, in the Project Area for a period of 25 years commencing from the first tax year the Agency accepts tax increment for the entire project area. The Agency shall only except \$30,143,854 in tax increment. When the Agency receives \$30,143,854 in tax increment, it shall stop receiving tax increment even if it is before the duration of the fifteen or twenty-five year period respectively. The City will start receiving Tax Increment Financing from all Taxing Entity's in the same year. The Agency has selected 2006 as a base year for Tax Increment Financing calculations.

TIMELINE FOR EXPENDITURES AND TAX INCREMENT FINANCING

2006 BASE VALUE OF TOTAL LAND= \$30,594,080 *

*This amount was received from the Davis County Assessors office for the property value of land in the Project Area.
The ceiling rate for Tax Increment received by Layton City is \$30,143,854. Once this total amount has been received the City will receive no more Tax increment.

2006

TIF GENERATED=N/A

PROJECTS FUNDED=\$1,259,221

PROJECTS FUNDED INCLUDE: LAYTON CITY EAST GATE PROJECT
FAIR HOUSING EXPENDITURE: N/A

2007

TIF RECEIVED=\$22,032

PROJECTS FUNDED=N/A

PROJECTS FUNDED INCLUDE: N/A
FAIR HOUSING EXPENDITURE: N/A

2008

TIF RECEIVED=\$38,231

PROJECTS FUNDED=\$2,108,388

PROJECTS FUNDED INCLUDE: GREYHAWK COMMERCIAL CHURCH STREET EXTENSION; WIDENING OF EXISTING FAIRFIELD ROAD
FAIR HOUSING EXPENDITURE: N/A

2009

TIF RECEIVED=\$186,055

PROJECTS FUNDED=\$5,984,739

PROJECTS FUNDED INCLUDE: SECTION 1; WEST DETENTION BASIN; CHURCH STREET EXTENSION; INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$37,211

2010

TIF RECEIVED=\$270,443

PROJECTS FUNDED=\$6,747,555

PROJECTS FUNDED INCLUDE: SECTION 2; SOUTH DETENTION BASIN; INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$54,089

2011

TIF RECEIVED=\$387,489

PROJECTS FUNDED=\$6,646,803

PROJECTS FUNDED INCLUDE: SECTION 3; EAST DETENTION; INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$73,498

2012

TIF RECEIVED=\$479,091

PROJECTS FUNDED=\$3,238,880

PROJECTS FUNDED INCLUDE: SECTION 4; EXTENSION OF NORTH HILLS DRIVE; INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$95,818

2013

TIF RECEIVED=\$607,434

PROJECTS FUNDED=\$62,629

PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$121,487

2014

TIF RECEIVED=\$755,028

PROJECTS FUNDED=\$62,629

PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$151,006

2015

TIF RECEIVED=\$924,761

PROJECTS FUNDED=\$62,629

PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$184,952

2016

TIF RECEIVED=\$1,119,955

PROJECTS FUNDED=\$62,629

PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$223,991

2017
TIF RECEIVED=\$1,344,427
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$268,885

2018
TIF RECEIVED=\$1,602,570
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$320,514

2019
TIF RECEIVED=\$1,899,435
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$379,887

2020
TIF RECEIVED=\$2,240,829
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$448,166

2021
TIF RECEIVED=\$2,345,524
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$469,105

2022
TIF RECEIVED=\$2,454,406
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$490,881

2023
TIF RECEIVED=\$2,567,843
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$513,529

2024
TIF RECEIVED=\$905,412
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$181,082

2025
TIF RECEIVED=\$956,690
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$191,338

2026
TIF RECEIVED=\$1,010,018
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$202,004

2027
TIF RECEIVED=\$1,065,480
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$213,096

2028
TIF RECEIVED=\$1,123,160
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$224,632

2029
TIF RECEIVED=\$1,183,148
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$236,630

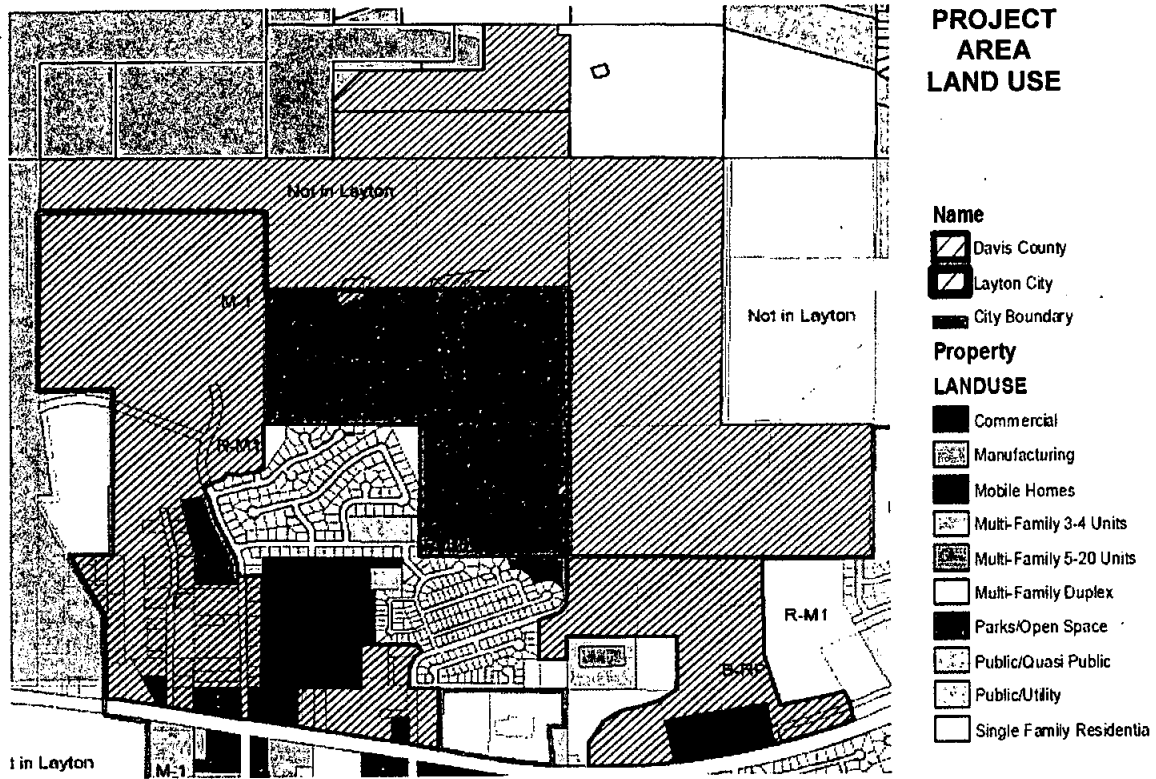
2030
TIF RECEIVED=\$1,245,535
PROJECTS FUNDED=\$62,629
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$249,107

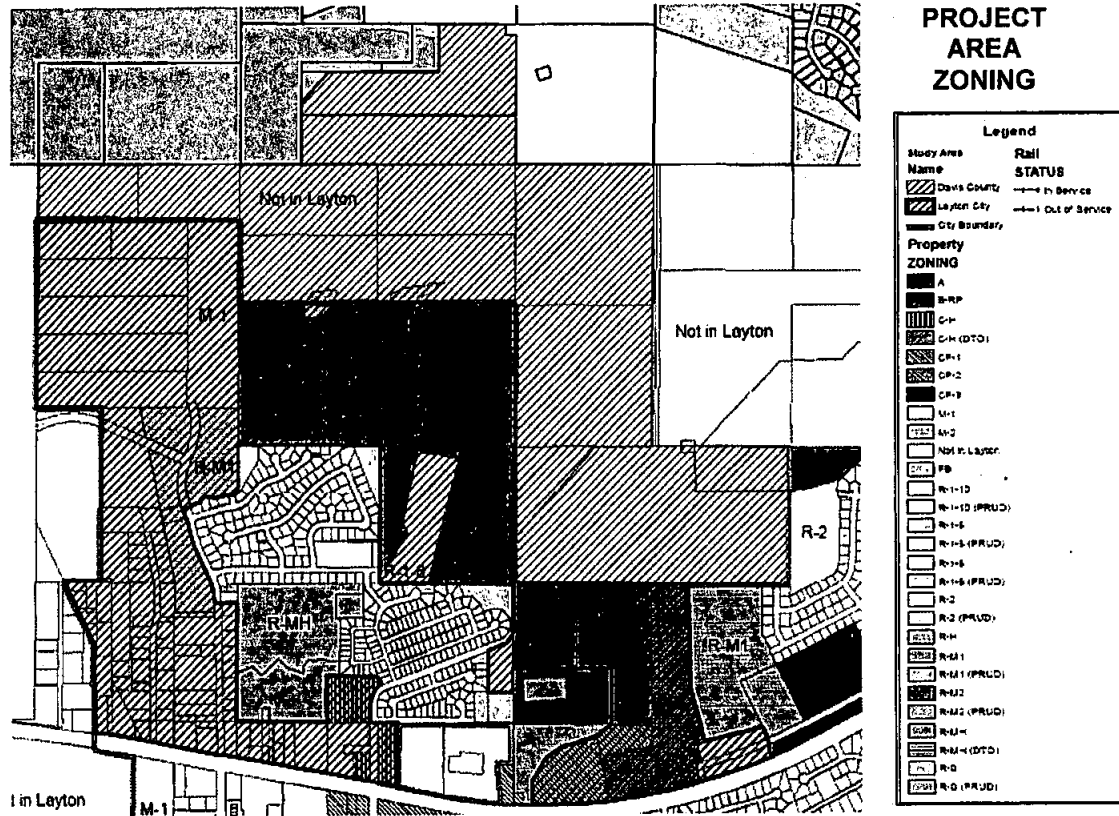
2031
TIF RECEIVED=\$1,310,417
PROJECTS FUNDED=\$62,628
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$262,083

2032
TIF RECEIVED=\$1,377,895
PROJECTS FUNDED=\$62,628
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$275,579

2033
TIF RECEIVED=\$1,448,072
PROJECTS FUNDED=\$62,628
PROJECTS FUNDED INCLUDE: INTEREST PAYMENT
FAIR HOUSING EXPENDITURE: \$289,614

EXHIBIT A.
Map of the Project Area including Land Uses, Zoning and Principal Street Layout





PROJECT AREA PRINCIPAL STREET LAYOUT

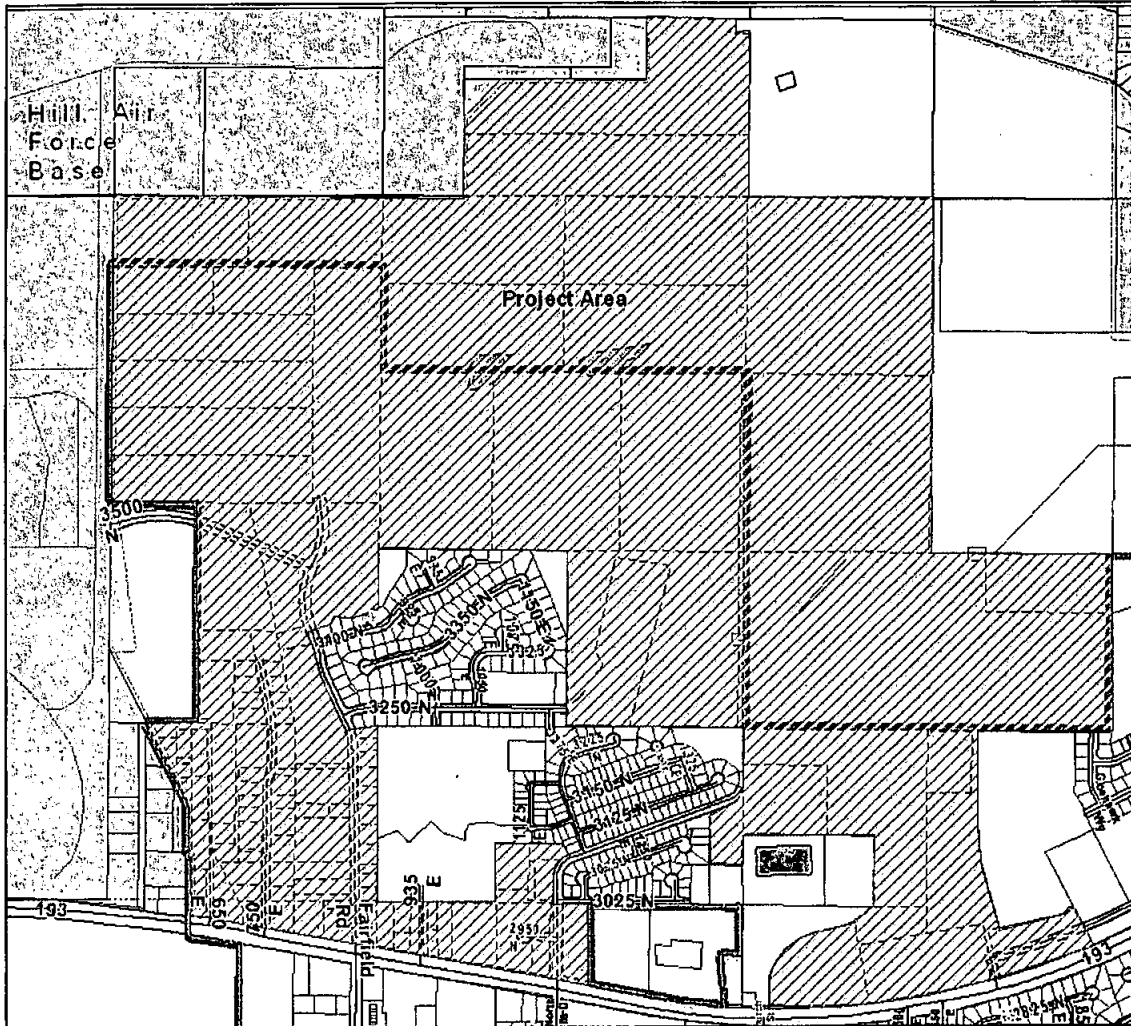


EXHIBIT B.
Legal Description of the Project Area

BEGINNING AT A POINT WHICH IS N 82°10'34" W 274.078 FEET FROM THE SOUTHWEST CORNER OF SECTION 2, TOWNSHIP 4 NORTH, RANGE 1 WEST, SALT LAKE BASE AND MERIDIAN, AND RUNNING THENCE S 26°46'49" E 147.313 FEET, THENCE S 11°52'45" E 185.927 FEET, THENCE S 78°55'30" W 2364.885 FEET, N 00°04'04" E 229.227 FEET, THENCE N 55°43'09" E 751.202 FEET, THENCE N 55°03'49" E 179.106 FEET, THENCE N 00°00'00" E 529.871 FEET, THENCE N 89°37'17" W 965.036 FEET, THENCE S 00°05'25" W 231.37 FEET, THENCE N 89°56'13" W 238.173 FEET N 00°16'41" E 392.141 FEET, THENCE N 55°18'54" E 288.449 FEET, THENCE N 00°05'16" E 465.647 FEET, THENCE N 89°37'47" W 1297.955 FEET, THENCE N 00°08'31" E 1310.51 FEET, THENCE N 89°46'40" W 1384.588 FEET, THENCE S 00°44'47" E 436.465 FEET, THENCE S 51°13'58" W 55.375 FEET, THENCE S 84°35'50" W 66.181 FEET, THENCE S 75°25'01" W 103.68 FEET, THENCE N 83°41'14" W 119.325 FEET, THENCE S 33°16'34" W 65.78 FEET, THENCE S 69°22'25" W 108.083 FEET, THENCE S 53°05'00" W 82.324 FEET, THENCE S 20°02'39" E 81.716 FEET, THENCE N 81°12'39" E 11.461 FEET, THENCE S 14°09'03" E 209.538 FEET; THENCE S 24°21'22" E 438.406 FEET, THENCE S 15°54'33" E 98.768 FEET, THENCE S 03°49'05" E 104.029 FEET, THENCE N 86°56'47" E 216.851 FEET, THENCE S 00°06'16" W 1120.811 FEET, THENCE S 89°24'00" E 881.884 FEET, THENCE N 09°12'39" W 101.274 FEET, THENCE N 00°08'23" E 341.274 FEET, THENCE S 88°28'04" E 503.358 FEET, THENCE S 28°49'59" E 76.533 FEET, THENCE S 22°46'31" W 285.345 FEET, THENCE S 01°30'52" W 100.199 FEET, THENCE S 89°46'21" E 263.947 FEET, THENCE S 00°07'01" W 607.153 FEET, THENCE N 79°46'52" W 197.124 FEET, THENCE N 79°39'16" W 1508.307 FEET, THENCE S 88°09'31" W 62.157 FEET, THENCE N 79°37'09" W 1033.734 FEET, THENCE N 83°48'59" W 167.741 FEET, THENCE N 01°23'50" W 842.608 FEET, THENCE N 27°06'10" W 667.248 FEET, THENCE S 89°34'14" E 375.6 FEET, THENCE N 00°08'26" E 1642.56 FEET, THENCE N 90°00'00" W 657.329 FEET, THENCE N 00°01'40" E 2281.95 FEET, THENCE N 89°55'10" E 2576.982 FEET, THENCE N 00°42'17" W 584.217 FEET; THENCE N 43°08'58" E 395.836 FEET, THENCE N 89°51'19" E 1063.987 FEET, THENCE N 00°20'35" W 456.518 FEET, THENCE N 89°39'25" E 659.006 FEET, THENCE S 00°20'35" E 114.129 FEET, THENCE S 88°22'05" E 106.83 FEET, THENCE S 00°26'29" W 1218.654 FEET, THENCE S 89°59'09" E 1348.39 FEET, THENCE S 00°10'49" W 2643.212 FEET, THENCE S 89°45'28" E 1346.493 FEET, THENCE S 00°18'03" W 1329.666 FEET, THENCE N 89°28'34" W 971.978 FEET, THENCE S 01°22'04" E 968.304 FEET, THENCE S 15°47'10" E 520.265 FEET, THENCE N 76°33'52" E 470.486 FEET, THENCE N 52°22'45" E 96.802 FEET TO THE POINT OF BEGINNING.

CONTAINS APPROXIMATELY 675.60 ACRES.

EXHIBIT C.

A Resolution from Davis County Authorizing the Agency to include County Land in the Project Area Under State Code (17C-1-204) Including a Map and Parcels of the Portions of the Project Area that are not in Layton City Boundaries.

RESOLUTION 07-277

A RESOLUTION BY THE DAVIS COUNTY COMMISSION
AUTHORIZING A PORTION OF UNINCORPORATED DAVIS
COUNTY FOR USE BY LAYTON CITY IN AN ECONOMIC
DEVELOPMENT PROJECT AREA.

WHEREAS, the Davis County Commission supports economic development that creates life sustaining jobs throughout Davis County; and

WHEREAS, the Davis County Commission is aware that Layton City is desirous to use a portion of unincorporated Davis County in the East Gate Economic Development Project Area; and

WHEREAS, the East Gate Economic Development Project Area will serve to bring life sustaining jobs to Davis County; and

WHEREAS, the Utah State Code governing Economic Development Project Areas (17C-1-204) allows a community to use contiguous property outside its boundaries if the legislative body of the community in which the land lies gives its approval; and

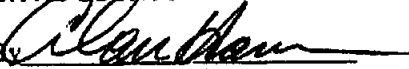
WHEREAS, Layton City will be responsible for all public services to new developments that occur in the East Gate Economic Development Project Area whether the land is in Layton City or unincorporated Davis County.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF DAVIS COUNTY AS FOLLOWS:

1. As permitted by 17C-1-204 UCA Davis County does hereby authorize Layton City to include certain portions of unincorporated Davis County in the East Gate Economic Development Project Area.
2. Layton City may act in all respects as if the project area located in the unincorporated area of Davis County were within its own boundaries.
3. Layton City by this Resolution has all the rights, powers, and privileges with respect to the project area located in the unincorporated area of Davis County as if it were within its own boundaries.
4. Layton City may be paid tax increment funds to the same extent as if the project area located within the unincorporated area were within its own boundaries.
5. The unincorporated portions of Davis County that will be included in the East Gate Economic Development Project Area are listed by their Tax Identification Numbers in Exhibit "A", which is attached hereto and incorporated by this reference, and as identified on the map in Exhibit "B", which is attached hereto and incorporated by this reference.

Passed and Adopted by the Commissioners of Davis County this 28th day of
~~July~~, 2007.
August

DAVIS COUNTY

By 

Alan Hansen, Chair
Davis County Commission

ATTEST:



Steve S. Rawlings
Davis County Clerk/Auditor

Approved as to Form:



Office of Davis County Attorney

EXHIBIT A

The following are Tax Identification Numbers for parcels to be included in Layton City's East Gate Economic Development Project Area. This list is exhaustive and there are no parcels that will be divided for inclusion in the Project Area:

090120022
091160012
091160013
091170002
091190001
091190002
130310010
130310011
130310012
130310013
130310008

EXHIBIT B

The following is a map of the East Gate Economic Development Project. This map identifies which portions of the Project Area are outside Layton City boundaries and are in unincorporated Davis County.

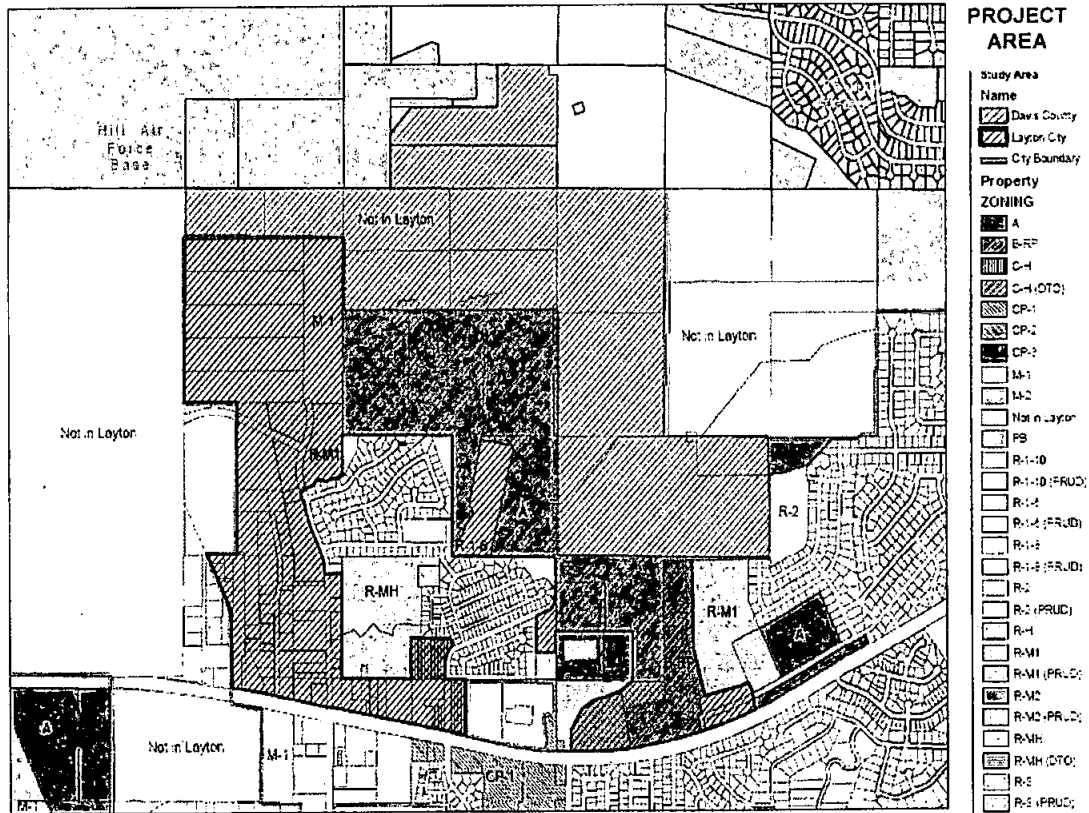


EXHIBIT D.
Economic Benefit Analysis

EAST GATE ECONOMIC DEVELOPMENT **ANALYSIS**



Prepared By:
Layton City
Department of Community and Economic Development

Purpose

The Redevelopment Agency of Layton City (Agency) has identified a 676 acre area immediately east of the Hill Air Force Base and north of Highway 193 as an area having potential for economic growth. The Agency feels that the proximity of the area to the Air Force Base will create economic growth associated with the Base.

In order to establish a mechanism to assist with economic growth and development and to ensure the compatibility of this growth with Layton City's vision and goals, the Agency proposes establishing the East Gate Economic Development Project Area (Project Area).

The Project Area provides an opportunity for the City to direct certain funds and resources to:

1. Encourage renovation and retention of existing businesses
2. Encourage new businesses to locate in this area
3. Provide infrastructure improvements to entice business expansion and relocation
4. Protect existing businesses from encroachment by undesirable developments

For these reasons, the RDA adopted a resolution authorizing the preparation of a project area plan for the 676 acre project area. The Agency has identified infrastructure as the primary investment for tax increment to be received from the Project Area. This plan will consider multiple aspects of the proposed development.

Background

As outlined in Utah State Code, Title 17C-3-103, this study will address the following issues concerning development in the Project Area:

1. The benefit of any financial assistance or other public subsidy proposed to be provided by the agency, including:
 - An evaluation of the reasonableness of the costs of economic development;
 - Efforts the agency or developer has made or will make to maximize private investment;
 - The rationale for use of tax increment, including an analysis of whether the proposed development might reasonably be expected to occur in the foreseeable future solely through private investment;
2. The anticipated public benefit to be derived from the economic development, including:
 - The beneficial influences upon the tax base of the community;
 - The associated business and economic activity likely to be stimulated; and
 - The number of jobs or employment anticipated to be generated or preserved.

Strengths, Weaknesses, Opportunities and Threats

The Agency has identified several key economic opportunities and concerns in and around the Project Area.

1. The local economy is largely a bedroom community with a retail based economy
2. Residential development is consuming most of the undeveloped land in Layton City
3. The Project Area borders the Hill Air Force Base, which is a catalyst for development
4. Industrial and Business developments exist in the Project Area
5. Much of the Project Area is undeveloped and underutilized

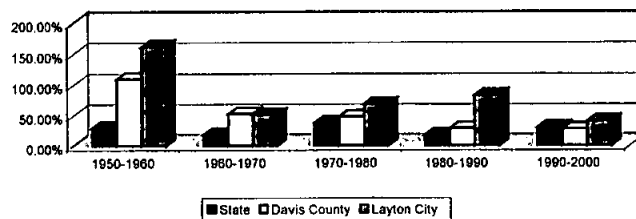
Layton City is largely a retail economy that serves as a bedroom community for commuters traveling to Ogden and Salt Lake. Various studies have shown that 40%-50% of the workforce in Layton commute out of the City to work. This mass exodus of workers has wide spread ramifications.

The freeways through Layton are filled to capacity during rush hour as the transportation means are not sufficient. The Utah Department of Transportation is expanding infrastructure to augment traffic capacity throughout Davis County. The Utah Transit Authority is installing Commuter Rail through Davis County as a mass transportation alternative. In addition to transportation problems, commuter emission outputs also have a negative impact on the environment

The retail economy in Layton does not provide high paying jobs. The average monthly salary for a person working in Layton is \$2,200.¹ The average house in Layton costs \$195,000.² This means that the average person working in Layton cannot afford a house in Layton.

The average home price in Layton is still reasonable compared to Salt Lake area home prices. As a result of reasonable housing prices Layton has become a desirable location to live. Layton is one of the fastest growing areas in the state. The 2000 consensus listed the Layton population at 58,474 with the current population being 68,017.³

Decennial Population Change



SOURCE: 2000 CENSUS

¹ Source: www.laytoncity.org/public/Depts/ComDev/Downloads/Planning/StatisticsDemographicsInfo.pdf

² Source: <http://money.cnn.com/magazines/moneymag/bplive/2006/snapshots/PL4943660.html>

³ Source: www.laytoncity.org/public/Depts/ComDev/Downloads/Planning/StatisticsDemographicsInfo.pdf

This growth has led to most undeveloped land in the City being developed for residential uses. Currently 77% of the City is residential, 7% is commercial and 16% remains open land.⁴ Since 1990, approximately 700 acres a year have been converted from agriculture land to residential and commercial land in Davis County. Residential land accounts for 96% of the converted land. Layton ranks first in land conversion with nearly 2,300 acres.⁵ According to the Utah State Tax Commission, Davis County has had an 80.6% increase in retail sales since 1990, which is the largest increase among the Wasatch Front counties.

The City is running out of room where viable commercial centers can exist. To help bring higher paying jobs to Layton, City leaders have identified areas of the City that would be naturally attractive and suitable for Economic Development. City leaders have taken specific steps to insure that land is set aside for economic development that will benefit the City. The City has used zoning to facilitate economic development objectives. The growing population creates a threat to possible economic development activities as undeveloped land is continually developed for residential purposes.

City leaders have taken steps to preserve the area east of Hill Air Force Base to allow for development that would create life sustaining jobs. The City has set aside the area specifically because of its proximity to Hill Air Force Base. The Base is the largest single employer in the state; the Base also provides job indirectly through contractors. The City has worked with Base leaders to open an East Gate access point for companies wanting to develop in the area. The City has also built some infrastructure to make the area more accessible.

City leaders selected the Project Area because there are existing industrial structures, zoning and uses. The area has an industrial access point and is naturally separated from residential development. The existing industrial is in decline but provides a natural entrance to an industrial area. The area already has the framework for the proposed development.

The area was also set aside because it is largely undeveloped. City leaders have prioritized undeveloped land and have focused on making the land more accessible. Currently the land has very few roads and is mostly inaccessible.

Project Area Description

The proposed Project Area is located immediately east of Hill Air Force Base and runs south of the Base and the Wasatch Integrated Waste Management District landfill. The Project Area runs north of Highway 193 and is west of Redshoulder Drive. The area consists of 676 acres and has 103 parcels. Major employers in the area include National Fitness Systems and Layton Storage. The area also includes the Sun Hills golf course.

⁴ Source: "Layton City Atlas" 2005 Edition

⁵ "The Changing Economic Structure and Current Baseline of Davis County and Municipalities." Study Completed by the Bureau of Economic and Business Research at the University of Utah, June 2007.

Tax Base

Potential new and expanded commercial developments which could occur in the Project Area have potential to increase property taxes by 100%. The current value of property in the Project Area is estimated at \$55,080,000. All taxing entities in the Project area tax at a rate totaling .013347, or \$735,152.76. If development increases values by 100% then the taxed amount would be 1,470,305.52. In addition to property tax revenues, development could also provide an increase in sales and franchise tax for the Project Area and surrounding areas.

All taxing entities in the area, including the Davis School District, Davis County and other special taxing districts, would be benefited by the increased tax revenues.

Associated Economic Activity

Associated economic activities could take many forms. The most likely associated economic activities are:

1. Businesses retained
2. Businesses dislocated
3. New businesses recruited

Activities could be segmented into those that occur within the Project Area, and those in surrounding areas (the "ripple-effect"). All associated activities will impact Layton City's current and future tax base.

As land and structures are developed underutilized property will become more efficient which will increase the tax base. It is anticipated that no businesses will be dislocated or closed due to the proposed development.

Redevelopment

The Project Area presently contains approximately 15 acres of developed property that is declining. The majority of the Project Area is greenfield and requires no redevelopment. However, both greenfield areas and areas that are in decline are underutilized and do not utilize all the advantages the area offers. For example there are no businesses in the area that directly serve Hill Air Force Base.

Businesses Retained or Dislocated

Businesses in the area will be fortified by the proposed development. The investment of both private and public money and increased economic vibrancy will compliment and strengthen existing businesses. No property owners have indicated they will leave as a

result of development. It is anticipated that no businesses will be dislocated by the proposed development.

Businesses Remodeled and Expanded

Within the Project Area and the surrounding area it is expected that the influence of development will likely encourage other businesses and property owners to expand, remodel and renovate.

Economic Costs

The cost of municipal service delivery varies widely from community to community and depends on the level of services desired and offered by each community, the size of the community, economies of scale, etc. In contrast, revenues are calculated using set formulas for each revenue source. Therefore, expenditures are much more subjective and difficult to estimate. Expenditures are generally projected using a variety of approaches including cost of service studies, comparative analysis with other communities and interviews with municipal staff. The approach used in this analysis has been to use a combination of personal interviews with Layton City staff as well as analyzing similar developments in other cities in Utah.

Interviews with City Fire Department Staff indicate that a significant fire fighting cost could arise from the construction of buildings that would house certain hazardous activities. This is a possibility because of the nature of the proposed development. It is impossible to predict what hazardous activities might be undertaken by firms looking to relocate to the area. Similar developments in the Salt Lake area have required more full time firefighters to help service the area. Fire considerations should be taken into account when determining what types of activities will be allowed in the area.

The Agency has taken into account the necessary costs for public utilities installations and servicing in the area. The Agency has also accounted for detention basins for additional use in the area. The Agency has also accounted for road installation throughout the Project Area. The Agency plans to use Tax Increment Financing to pay for these installations.

As mentioned in the Net Benefits section of the Analysis, there will be a return on public money invested in the Project Area.

Net Benefits

Comparative research (case studies) conducted by the American Farmland Trust suggests that the average cost of providing municipal services for commercial property ranges between \$0.26 and \$0.43 for every \$1.00 of revenue generated.⁶ This means the expected

⁶ Research conducted by the American Farmland Trust for Utah County suggests \$0.26 of expenditures for every dollar generated. The average commercial cost for 18 Midwestern communities as reported by

net revenue to Layton City could be somewhere between \$0.57 and \$0.74 for every dollar of revenue generated after subtracting the City's costs of providing services.

The net benefits from the proposed development are substantial. This report assumes that the benefits ignore the present revenue situation and only include the incremental costs and revenues the new developments generate. Even when consideration is made for additional fire fighting costs and additional infrastructure expenses, the benefit from increased tax collections and the development of the Project Area greatly exceed any costs.

It is estimated that 1,000,000 square feet of business/industrial space could be developed in the Project Area. This square footage could house anywhere between 2,000 and 4,000 jobs. The proposed development allows for multiple industries with the number of jobs provided by each firm fluctuating according to business type.

Purpose for the Appropriation and Conformity with Public Purposes

The primary purpose for the Agency to invest public money into the Project Area is to attract new businesses to the area that will provide life sustaining jobs. As addressed previously, the lack of life sustaining jobs and land use issues in Davis County are causing problems that must be addressed. Firms that would be attracted to the Project Area are highly sought for and have extensive transportation needs. Communities recruiting these businesses must give themselves every advantage to be successful.

Currently the Project Area has almost no infrastructure and is mostly inaccessible. The only entrance point is unsuitable for the amount of development the Project Area can support. Businesses naturally avoid areas that will have serious financial commitments required for development. The cost of building roads and installing public utilities is estimated at around \$20,000,000. Most businesses cannot and will not make an investment of this magnitude for non-operating related expenses. The proposed development will not occur "but for" public investment for infrastructure and public utility installation. The infrastructure will also provide multiple points of efficient entrance to the Project Area, which is necessary to maximize the full potential of the land. This analysis recommends that the Agency seek payback arrangement with firms that benefit from the proposed installations. By only using Tax Increment Financing to pay for infrastructure and public utilities the Agency insures the full cost of development will be paid by the private industry.

Need for the Appropriation

A project of this magnitude, with the potential to significantly impact the Layton City and Davis County economy, plus the potential to positively influence tax collections was deemed critical to the economic prosperity of the City. To not proactively address the area's potential for economic development and potentially allow the area to be

American Farmland Trust was \$0.43 for every dollar generated. The Trust has not completed any studies for Davis County.

continually underutilized and not take advantage of the proximity to Hill Air Force Base would be a high risk situation Layton City cannot afford to have. Public investment is necessary to address a potentially critical economic situation.

EXHIBIT E.
Listing of Parcels to be included in the Project Area

09-050-0011	09-013-0130	09-119-0015
09-309-0002	09-013-0103	09-119-0011
09-309-0003	09-013-0102	09-119-0013
09-309-0004	09-013-0006	09-051-0038
09-118-0008	09-013-0127	09-013-0119
09-118-0007	09-013-0128	09-013-0099
09-118-0006	09-013-0146	09-013-0083
09-118-0045	09-013-0145	09-013-0105
09-118-0047	09-013-0141	09-013-0108
09-050-0007	09-013-0132	09-013-0113
09-050-0006	09-013-0140	09-013-0155
09-050-0085	09-013-0144	09-013-0154
09-050-0086	09-013-0131	09-013-0152
09-050-0054	09-013-0143	09-013-0071
09-050-0004	09-013-0162	09-013-0111
09-050-0001	09-013-0133	09-051-0032
09-046-0047	09-273-0009	09-051-0041
09-046-0048	09-273-0004	09-051-0040
09-046-0049	09-273-0002	13-031-0010
09-046-0055	09-273-0003	13-031-0011
09-013-0137	09-273-0007	13-031-0012
09-046-0001	09-013-0053	13-031-0013
09-013-0022	09-273-0008	13-031-0008
09-013-0033	09-273-0001	
09-013-0030	09-013-0134	
09-013-0026	09-013-0063	
09-013-0028	09-013-0159	
09-046-0045	09-013-0160	
09-013-0085	09-012-0029	
09-013-0096	09-012-0030	
09-013-0138	09-012-0026	
09-013-0122	09-012-0027	
09-013-0073	09-013-0151	
09-013-0135	09-012-0023	
09-013-0077	09-012-0022	
09-013-0123	09-116-0012	
09-013-0074	09-116-0013	
09-013-0089	09-117-0002	
09-013-0056	09-119-0001	
09-013-0024	09-119-0002	
09-013-0025	09-006-0037	
09-013-0124	09-006-0038	
09-013-0136	09-006-0052	
09-013-0093	09-119-0016	

EXHIBIT C

COSTS OF IMPROVEMENT

ITEM DESCRIPTION	PROJECT TOTAL				JL PORTION (Western 30')			CITY PORTION (Eastern 50')			
	QUANTITY	UNIT	\$/UNIT	TOTAL	QUANTITY	\$/UNIT	TOTAL	QUANTITY	\$/UNIT	TOTAL	
Roadway Excavation	1	LS	\$275,000.00	\$275,000.00	0.375	\$275,000.00	\$103,125.00	0.625	\$275,000.00	\$171,875.00	
F&I 3-inch minus subgrade material (12" thick)	6780	TON	\$15.00	\$101,700.00	2542.500	\$15.00	\$38,137.50	4237.50	\$15.00	\$63,562.50	
F&I 3/4" or 1" gradation roadbase (10" thick)	5690	TON	\$16.00	\$91,040.00	2133.750	\$16.00	\$34,140.00	3556.25	\$16.00	\$56,900.00	
F&I 3/4" gradation PG 64-34 mix design asphalt (8" thick)	4954	TON	\$60.00	\$297,240.00	1857.750	\$60.00	\$111,465.00	3096.25	\$60.00	\$185,775.00	
Construct standard 30", 6" high back concrete curb & gutter	3490	LF	\$12.00	\$41,880.00	1308.750	\$12.00	\$15,705.00	2181.250	\$12.00	\$26,175.00	
F&I 4-foot sidewalk with 6" compacted roadbase	3490	LF	\$11.00	\$38,390.00	1308.750	\$11.00	\$14,396.25	2181.250	\$11.00	\$23,993.75	
F&I 8" sewer line with incidentals	1780	LF	\$140.20	\$249,556.00	667.500	\$140.20	\$93,583.50	1112.500	\$140.20	\$155,972.50	
Detention Basin, Control Structures, Piping	1	LS	\$545,000.00	\$545,000.00	0.660	\$545,000.00	\$359,700.00	0.34	\$545,000.00	\$185,300.00	
F&I 48" storm drain line with incidentals	1780	LF	\$183.65	\$326,897.00	667.500	\$183.65	\$122,586.38	1112.500	\$183.65	\$204,310.63	
F&I waterline with incidentals	1780	LF	\$101.15	\$180,047.00	667.500	\$101.15	\$67,517.63	1112.500	\$101.15	\$112,529.38	
F&I 8" land drain line w/ incidentals	1780	LF	\$140.20	\$249,556.00	667.500	\$140.20	\$93,583.50	1112.500	\$140.20	\$155,972.50	
Contingency	1	LS	15%	\$359,445.90	0.375		\$134,792.21	0.625		\$224,653.69	
PROJECT TOTAL:				\$2,755,751.90	JL TOTAL:			\$1,188,731.96	CITY TOTAL:		\$1,567,019.94

*This estimate is based on a very conceptual design of the proposed project. More accurate costs may be calculated upon final engineering design.

*Property to be dedicated by landowners for new street ROW and Detention Basin

EXHIBIT E

DESIGN OVERLAY

**NO
ADDITIONAL
PACKET
ATTACHMENTS**