

RESOLUTION R110-11/12

Consent to a Tax Abatement for Globe Metallurgical Inc.

WHEREAS, on October 24, 2011, the Dallas County Commission (the Granting Authority) granted a tax abatement for Globe Metallurgical Inc. (the Company); and

WHEREAS, the Company has announced plans for a new project located within the jurisdiction of the Granting Authority and the Police Jurisdiction of Selma; and

WHEREAS, pursuant to the Tax Incentive Reform Act of 1992 (Section 40-9B-1 et seq., Code of Alabama 1975) (the Act), the Company has requested from the Granting Authority an Abatement of:

all state and local noneducational taxes,

all construction related transaction taxes, except those construction related transaction taxes levied for educational purposes or for capital improvements for education; and

WHEREAS, the Granting Authority has requested that the abatement of state and local noneducational property taxes be extended for a period of 10 years, in accordance with the Act; and

WHEREAS, the Granting Authority has considered the request of the Company and the completed applications filed with the Granting Authority by the Company in connection with its request; and

WHEREAS, the Granting Authority has found the information contained in the Company's application to be sufficient to permit the Granting Authority to make a reasonable cost/benefit analysis of the proposed project and to determine the economic benefits to the community; and

WHEREAS, the construction of the project will involve a capital investment of \$8,000,000.00; and

WHEREAS, the Company is duly qualified to do business in the State of Alabama and has powers to enter into and to perform and observe the agreements and covenants on its part contained in the Tax Abatement Agreement; and

WHEREAS, the Granting Authority represents and warrants to the Company that it has power under that constitution and laws of the State of Alabama (including particularly the provisions of the Act) to carry out provisions of the Tax Agreement.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Selma, Alabama that the City of Selma consents to the Granting Authority's tax abatements as follows:

Section 1. Consent is hereby given to the tax abatements granted by the Dallas Commission to the Company:

all state and local noneducational property taxes,

all construction related transaction taxes, except those construction related transaction taxes levied for educational purposes or for capital improvements for education, and

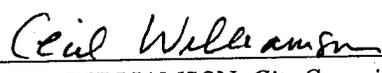
as the same may apply to the fullest extent permitted by the Act. The period of abatement for the noneducational property taxes shall extend for a period of 10 years measured as provided in Section 40-9B-3(h) of the Act.

Section 2. The governing body of the City of Selma is authorized to enter into a Consent Resolution to the abatement agreement between the Dallas County Commission and the Company to provide for the abatement granted in Section 1.

Section 3. A certified copy of this Consent Resolution, along with the Granting Authority's Resolution, the application and abatement agreement, shall be forwarded to the Company's to deliver to the appropriate local taxing authorities and to the Alabama Department of Revenue in accordance with the Act.

Section 4. The governing body of the City of Selma is authorized to take any and all actions necessary or desirable to accomplish the purpose of the foregoing Consent Resolution.

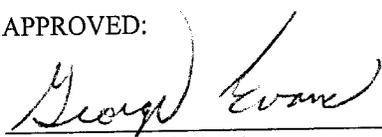
**ADOPTED BY THE CITY COUNCIL OF THE CITY OF SELMA, ALABAMA,
on this the 25th day of October, 2011.**


DR. CECIL WILLIAMSON, *City Council President*

ATTEST:


IVY S. HARRISON, *City Clerk*

APPROVED:


GEORGE EVANS, *Mayor*