



CITY OF FRANKLIN

Community Development Department

Memorandum

To: City of Franklin Economic Development Commission

From: Krista Linke, Community Development Director

Date: April 1st, 2015

Re: Case C 2015-06: CTC Casting Technologies

Summary:

1. On January 17th, 2012, the Franklin Common Council passed Resolution Number 2012-02, approving a 7-year tax abatement on personal property for CTC Casting Technologies, Inc. located at 1450 Commerce Parkway (formerly Musicland Drive).
2. Actual and estimated benefits, as projected for 2014:

	Estimated on SB-1	Actual in 2014	Difference
Employees Retained	57	57	0
Salaries	\$3,150,000	\$3,300,000	\$150,000
New Employees	25	44	19
Salaries	\$660,000	\$1,600,000	\$940,000
Total Employees	82	101	19
Total Salaries	\$3,810,000	\$4,900,000	\$1,090,000
Average Hourly Salaries	\$22.34	\$23.32	\$0.99
Personal Property Improvements	\$1,350,000	\$2,579,029	\$1,229,029

3. The company has greatly exceeded the number of new employees and the average hourly salaries for all employees are slightly higher than estimated.
4. The company has exceeded their estimate for personal property investment.
5. The personal property tax abatement is scheduled to expire in tax year 2018 payable 2019. The final compliance review will take place in 2019.

Staff Recommendation: Approval



Casting Technologies Company
1450 Musicland Drive
Franklin, IN 46131
www.ctc-na.com

tel 317. 738. 0282
fax 317. 738. 0282

A Subsidiary of Compass Automotive Group

February 27, 2015

City of Franklin
Krista Linke
70 E. Monroe Street
Franklin, IN 46131

Re: 2014 Tax Abatement Compliance Packet for CTC Casting Technologies, Inc.

Dear Ms. Linke:

Enclosed, please find Form CF-1/PP (Compliance with Statement of Benefits) regarding compliance with the personal property tax abatement that was granted to CTC in 2012 under Franklin Common Council Resolution number 12-02.

As indicated on the attached documents, our company has exceeded the capital investment projections for this project. Project spending to date of \$2.579 million is approximately \$1.2 million higher than the projected spending of \$1.350 million.

CTC was also successful in continuing to exceed head count projections. Our total head count remains strong at 101 (12/31/2014). This represents an increase of 44 over the number of employees in place before the project, 57. This increase of 44 employees exceeds our projected increase by 19.

Again, I would like to thank the City of Franklin for approving this tax abatement and I look forward to working with the City in the future. Please feel free to contact me at 317-738-7925 should you have any questions on the enclosed documents.

Sincerely,

A handwritten signature in black ink, appearing to read "CS", with a long horizontal stroke extending to the right.

Chuck Schiavello
Controller



**COMPLIANCE WITH STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51765 (R / 1-06)
Prescribed by the Department of Local Government Finance

FORM CF-1 / PP

- INSTRUCTIONS:**
1. Property owners whose Statement of Benefits was approved must file this form with the local Designating Body to show the extent to which there has been compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)
 2. This form must be filed with the Form 103-ERA Schedule of Deduction from Assessed Value between March 1, and May 15, of each year, unless a filing extension under IC 6-1.1-3.7 has been granted. A person who obtains a filing extension must file between March 1, and the extended due date of each year.
 3. With the approval of the designating body, compliance information for multiple projects may be consolidated on one (1) compliance (CF-1).

SECTION 1		TAXPAYER INFORMATION						
Name of taxpayer CTC Casting Technologies, Inc.								
Address of taxpayer (number and street, city, state, and ZIP code) 1450 Commerce Parkway, Franklin, IN 46131								
Name of contact person Chuck Schiavello		Telephone number (317) 738-7925						
SECTION 2		LOCATION AND DESCRIPTION OF PROPERTY						
Name of designating body Common Council of the City of Franklin, Indiana		Resolution number 12-02						
Location of property 1450 Commerce Parkway, Franklin, IN 46131	County Johnson	DLGF taxing district number 31						
Description of new manufacturing equipment, or new research and development equipment, or new information technology equipment, or new logistical distribution equipment to be acquired. Installation of melt equipment, 3 VRC/PRC casting machines, robotic equipment, finishing equipment, x-ray equipment, and inspection equipment.		Estimated starting date (month, day, year) 01/01/2012						
		Estimated completion date (month, day, year) 01/01/2014						
SECTION 3		EMPLOYEES AND SALARIES						
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL					
Current number of employees		82.00	101					
Salaries		3,810,000.00	4,900,000.00					
Number of employees retained		57.00	57					
Salaries		3,150,000.00	3,300,000.00					
Number of additional employees		25.00	44					
Salaries		860,000.00	1,600,000.00					
SECTION 4		COST AND VALUES						
AS ESTIMATED ON SB-1	MANUFACTURING EQUIPMENT		R & D EQUIPMENT		LOGIST DIST EQUIPMENT		IT EQUIPMENT	
	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project	7,843,000.00							
Plus: Values of proposed project	1,360,000.00							
Less: Values of any property being replaced	0.00							
Net values upon completion of project	9,193,000.00							
ACTUAL	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project	8,368,000.00							
Plus: Values of proposed project	2,579,029.00							
Less: Values of any property being replaced	0.00							
Net values upon completion of project	10,947,029.00							
NOTE: The COST of the property is confidential pursuant to IC 6-1.1-12.1-5.6 (d).								
SECTION 5		WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER						
WASTE CONVERTED AND OTHER BENEFITS		AS ESTIMATED ON SB-1	ACTUAL					
Amount of solid waste converted								
Amount of hazardous waste converted								
Other benefits:								
SECTION 6		TAXPAYER CERTIFICATION						
I hereby certify that the representations in this statement are true.								
Signature of authorized representative 		Title Controller	Date signed (month, day, year) 2/27/2015					

CTC Casting Technologies, Inc.
Job Creation / Retention Timetable
Resolution 12-02

of Employees

12/31/2013 109

Employees Added:

1st Quarter 2014 (1)

2nd Quarter 2014 (4)

3rd Quarter 2014 -

4th Quarter 2014 (3)

101 at 12/31/2014

of Employees

12/31/2013 109

12/31/2014 101

Change in number of employees in 2014 (8)