



CITY OF FRANKLIN

DEPARTMENT OF PLANNING & ECONOMIC DEVELOPMENT

Memorandum

To: City of Franklin Economic Development Commission
From: Krista Linke, Director of Planning & Economic Development
Date: April 2, 2012
Re: Case C 2012-32: Caterpillar Reman Powertrain Indiana (Formerly International Fuel Systems)

Summary:

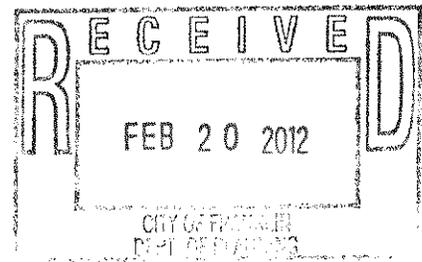
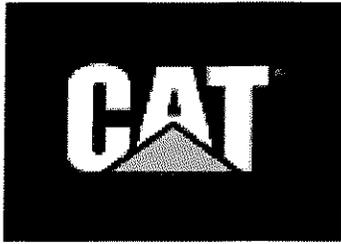
1. On February 28th, 2005, the Franklin Common Council passed Resolution No. 2005-01, approving a 5-year tax abatement on personal property for Caterpillar/International Fuel Systems located at 751 International Drive.
2. Actual and estimated benefits, as projected for 2011:

	Estimated on SB-1	Actual in 2011	Difference
Employees Retained	113	113	0
Salaries	\$3,049,570	\$3,466,840	\$417,270
New Employees	21	21	0
Salaries	\$566,530	\$644,280	\$77,750
Total Employees	134	134	0
Total Salaries	\$3,616,100	\$4,111,120	\$495,020
Average Hourly Salaries	\$12.97	\$14.75	\$1.78
Personal Property Improvements	\$1,055,000	\$1,310,241	\$255,241

3. The company has exceeded their estimate provided on their SB-1 Form for personal property.
4. The company has met their number of employees retained as well as new employees as estimated on their SB-1 Form and has exceeded the average hourly salary.
5. This is the last year for compliance review for this abatement.

Staff Recommendation:

Approval



February 20, 2012

Ms. Krista Linke, AICP
Department of Planning & Economic Development
70 E. Monroe Street
Franklin, Indiana 46131

Re: Tax Abatement Compliance for Caterpillar Reman Powertrain Indiana LLC formerly known as International Fuel Systems, Inc.

Dear Ms. Linke:

Enclosed please find Form CF-1 (Compliance with Statement of Benefits) regarding compliance with the personal property tax abatements which were granted to Caterpillar Reman Powertrain Indiana LLC formerly known as International Fuel Systems in 2005 under Franklin Common Council Resolution No. 05-01.

As can be seen from reviewing the enclosed documents, our company has been highly successful in a) making all of the capital investment which had been projected for the past year, and b) creating the full complement of jobs which had been proposed in the Statement of Benefits (From SB-1) which was approved on March 14, 2005.

Please review all of the enclosed documents, and if you have any questions or concerns regarding this matter, please feel free to contact me.

Sincerely,

A handwritten signature in cursive script that reads 'Lee Anspaugh'.

Lee Anspaugh
Accounting Manager
Caterpillar Reman Powertrain Indiana

Enclosures



**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 Caterpillar Reman Powertrain Indiana LLC								
Address of taxpayer (number and street, city, state, and ZIP code) 751 International Drive								
Name of contact person Lee Anspaugh						Telephone number (317) 346-3211		
SECTION 2 LOCATION AND DESCRIPTION OF PROPERTY								
Name of designating body Franklin Common Council						Resolution number 05-01		
Location of property same as above				County Johnson		DLGF taxing district number 41009		
Description of new manufacturing equipment, or new research and development equipment, or new information technology equipment, or new logistical distribution equipment to be acquired.						Estimated starting date (month, day, year) 01/10/2005		
						Estimated completion date (month, day, year) 12/31/2006		
SECTION 3 EMPLOYEES AND SALARIES								
EMPLOYEES AND SALARIES						AS ESTIMATED ON SB-1		ACTUAL
Current number of employees						113.00		113
Salaries						3,049,570.00		3,466,840.00
Number of employees retained						113.00		113
Salaries						3,049,570.00		3,466,840.00
Number of additional employees						21.00		21
Salaries						566,530.00		644,280.00
SECTION 4 COST AND VALUES								
	MANUFACTURING EQUIPMENT		R & D EQUIPMENT		LOGIST DIST EQUIPMENT		IT EQUIPMENT	
AS ESTIMATED ON SB-1	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project	1,007,035.00	366,854.00						
Plus: Values of proposed project	1,055,000.00	422,000.00						
Less: Values of any property being replaced								
Net values upon completion of project	2,062,035.00	808,854.00						
ACTUAL	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project	1,007,035.00	181,266.30						
Plus: Values of proposed project	1,310,241.00	249,494.00						
Less: Values of any property being replaced								
Net values upon completion of project	2,317,276.00	430,760.30						
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 Accounting Manager			Date signed (month, day, year) 02/20/2012	

CAT Reman Powertrain Ind LLC

File Listing Report

Sys No	Ext	Location	CI	QAL Asset Acct No	In Svc Date	P	T	Depr Meth	Department	Vendor Mfg	Disposal Date	Acquired Value
000415	ARTICREST TANK	4	ME		02/05/07 P			SLMM	TURBO			5,700.00
000416	CLEAN ENVIRONMENT BOOTH	4	ME		02/05/07 P			SLMM	TURBO			5,400.00
000420	CLEANLINESS INSPECTION MACHINE	4	ME		02/05/07 P		2	SLMM	TURBO			47,000.00
000422	DOWNDRAFT TABLE	4	ME		02/05/07 P			SLMM	TURBO			3,000.00
000424	DOWNDRAFT TABLE	4	ME		02/05/07 P			SLMM	TURBO			3,000.00
000425	DOWNDRAFT TABLE	4	ME		02/05/07 P			SLMM	TURBO			3,000.00
000427	END OF LINE TESTER	4	ME		02/05/07 P			SLMM	TURBO			18,000.00
000431	GLASS BEAD BLASTER	4	ME		02/05/07 P			SLMM	TURBO			4,100.00
000433	HEINZ BALANCER	4	ME		02/05/07 P			SLMM	TURBO			4,700.00
000435	HEINZ BALANCER	4	ME		02/05/07 P			SLMM	TURBO			4,100.00
000437	HEINZ BALANCER	4	ME		02/05/07 P			SLMM	TURBO			11,000.00
000442	CUDA WASHER	4	ME		02/05/07 P			SLMM	TURBO			12,000.00
000444	STAINLESS STEEL WASHER	4	ME		02/05/07 P			SLMM	TURBO			430,000.00
000450	END OF THE LINE TESTER	4	ME		02/05/07 P			SLMM	TURBO			180,000.00
000452	HIGH SPEED CORE BALANCER	4	ME		02/05/07 P			SLMM	TURBO			517,000.00
000784	Auto Blaster	PE1083	4	ME	05/01/07 P			SLMM	TURBO			73,892.80
000785	Component Balancer	2231	4	ME	05/01/07 P			SLMM	TURBO			15,631.80
000786	Plastic Blaster	PE1081	4	ME	05/01/07 P			SLMM	TURBO			10,522.00
000787	Glass Bead Blaster	PE1089	4	ME	05/01/07 P			SLMM	TURBO			10,558.00
000788	DUST COLLECTOR	PE1096	4	ME	05/01/07 P			SLMM	TURBO			28,157.68
000789	Aqueous Washer	PE1091	4	ME	05/01/07 P			SLMM	TURBO			28,157.66
000790	Aqueous Washer	PE1092	4	ME	05/01/07 P			SLMM	TURBO			15,454.00
000791	Disassembly Fixture		4	T	05/01/07 P			SLMM	TURBO			15,454.00
000792	Disassembly Fixture		4	T	05/01/07 P			SLMM	TURBO			29,531.24
000793	Crane System		4	ME	05/01/07 P			SLMM	TURBO			12,135.70
000794	Down Draft Table	2231	4	ME	05/01/07 P			SLMM	TURBO			12,135.70
000795	Down Draft Table	2233	4	ME	05/01/07 P			SLMM	TURBO			12,135.70
000796	Down Draft Table	2232	4	ME	05/01/07 P			SLMM	TURBO			12,135.70
000797	Down Draft Table	PE1044	4	ME	05/01/07 P			SLMM	TURBO			12,135.70
000798	Down Draft Table	PE1045	4	ME	05/01/07 P			SLMM	TURBO			12,135.70
000799	Down Draft Table	PE1093	4	ME	05/01/07 P			SLMM	TURBO			8,734.95
000800	Derust Cleaner	PE1090	4	ME	05/01/07 P			SLMM	TURBO			15,430.19
000801	Tooling		4	T	05/01/07 P			SLMM	TURBO			34,126.41
000802	Torque Equipment		4	T	05/01/07 P			SLMM	TURBO			3,500.00
000803	Transfer Pallet		4	ME	05/01/07 P			SLMM	TURBO			79,892.80
000804	Component Balancer	2290	4	ME	05/01/07 P			SLMM	TURBO			60,544.00
000805	OVEN	PE1024	4	ME	05/01/07 P			SLMM	TURBO			38,500.00
000806	BLASTER	PE1065	4	ME	05/01/07 P			SLMM	TURBO			5,440.00
000807	UNLOADING STATION	2200	4	ME	05/01/07 P			SLMM	TURBO			5,440.00
000808	LOADING STATION	2159	4	ME	05/01/07 P			SLMM	TURBO			5,440.00
<hr/>												
1,319,280.71												

Machinery Investment Schedule

	Actual Amount of Investment (From SB-1) as of 12/2010	Proposed Amount of total Investment	3/31/2011	6/30/2011	9/30/2011	12/31/2011	Actual Total Amount of Investment as of 12/31/10	Difference Between Actual and Proposed Amount of Investment
M&E	\$ 1,310,241	\$ 1,055,000	\$ -	\$ -	\$ -	\$ -	\$ 1,310,241	\$ 255,241

Headcount Addition Schedule

	Actual Amount of Investment (From SB-1) as of 12/2009	Proposed Total No. of Employees (From	3/31/2011	6/30/2011	9/30/2011	12/31/2011	Actual total No. of Employees Added for Project	Difference Between Actual and Proposed Number of Employees
Headcount			21				21	0