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 2012-30: Dualtech, Inc.

Summary:

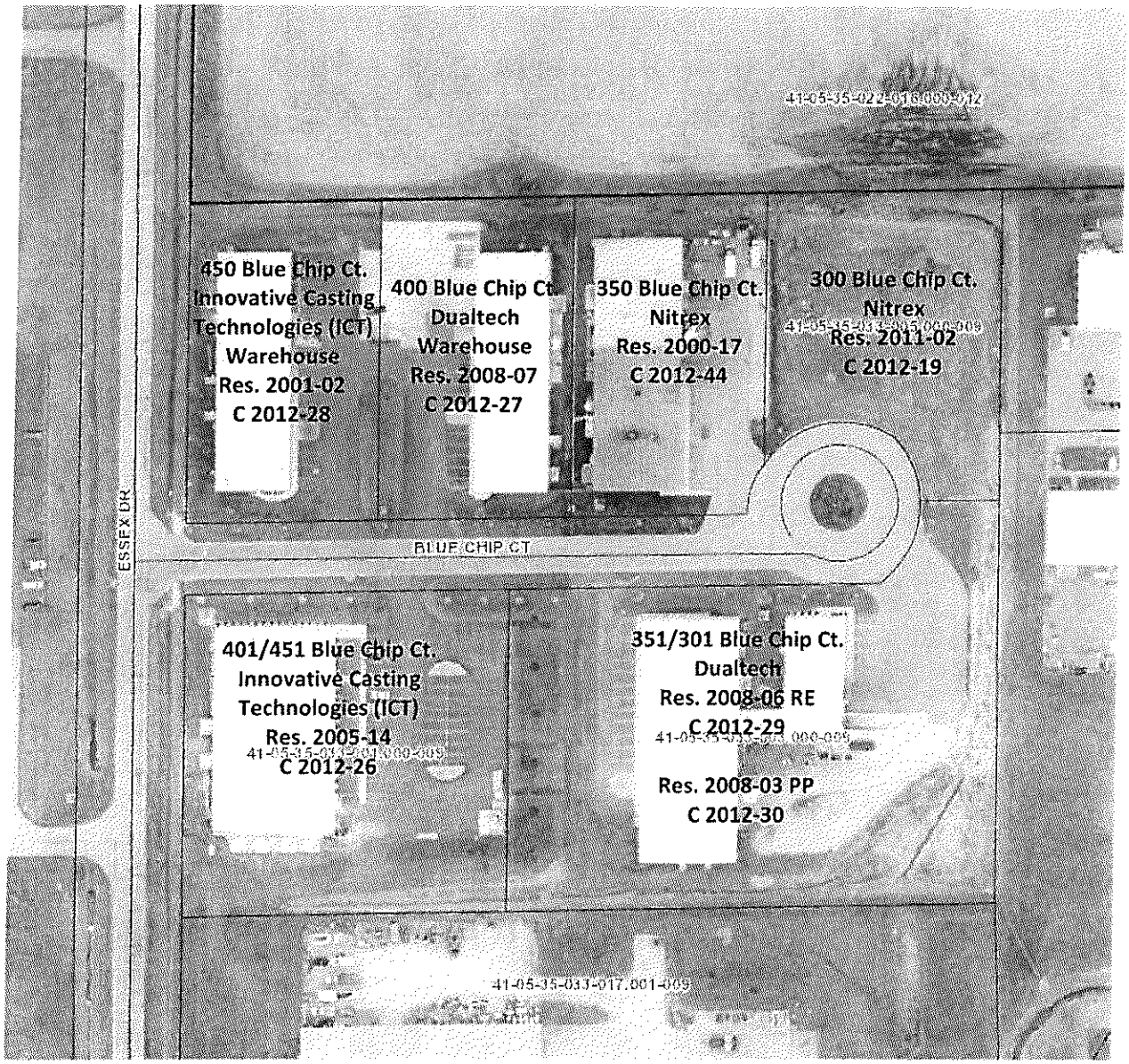
1. On April 28th, 2008, the Franklin Common Council passed Resolution No. 2008-03, approving a 7-year tax abatement on personal property for Dualtech, Inc., located at 351 Blue Chip Court.
2. Actual and estimated benefits, as projected for 2011:

	Estimated on SB-1	Actual in 2011	Difference
Employees Retained	17	16	-1
Salaries	$551,760	$641,523	$89,763
New Employees	2	12	10
Salaries	$64,480	$663,958	$599,478
Total Salaries	$616,240	$1,305,481	$689,241
Average Hourly Salaries	$15.59	$22.42	$6.82
Real Property Improvements	$804,500	$900,000	$95,500

3. Dualtech was located across the street at 400 Blue Chip Court. There was a fire on February 3, 2008 at this location which destroyed all of Dualtech's equipment and damaged the building. Dualtech relocated to 351 Blue Chip Court. Laugle Properties is the owner of 351 Blue Chip Court and Dualtech leases the real estate from them.
4. The company has exceeded their estimate provided on the SB-1 Form for real property.
5. Overall, the company has exceeded the total number of employees as well as the average hourly salary for these employees estimated on the SB-1 Form.
6. The real property tax abatement is scheduled to expire in tax year 2019 payable 2020. The final compliance review will take place in 2020.

Staff Recommendation:

Approval


450 Blue Chip Ct.
Innovative Casting
Technologies (ICT)
Warehouse
Res. 2001-02
C 2012-28
400 Blue Chip Ct.
Dualtech
Warehouse
Res. 2008-07
C 2012-27
350 Blue Chip Ct.
Nitrex
Res. 2000-17
C 2012-44
300 Blue Chip Ct.
Nitrex
Res. 2011-02
C 2012-19
BLUE CHIP CT
ESSEX DR
401/451 Blue Chip Ct.
Innovative Casting
Technologies (ICT)
Res. 2005-14
C 2012-26
351/301 Blue Chip Ct.
Dualtech
Res. 2008-06 RE
C 2012-29
Res. 2008-03 PP
C 2012-30

Dualtech, Inc
351 Blue Chip Court
P.O. Box 476
Franklin, IN 46131

12-30

RECEIVED
FEB 20 2012
CITY OF FRANKLIN
DEPT. OF PLANNING

February 17, 2012

Krista Linke
Dept. of Planning and Economic Dev.
70 E. Monroe St.
Franklin, IN 46131

RE: Tax Abatement Compliance for Dualtech, Inc.

Enclosed please find Form CF-1 and CF-1/PP(Compliance with Statement of Benefits) regarding compliance with the personal property tax abatement; which were granted to Dualtech, Inc in 2008 under Franklin Common Council Resolution No. 08-03.

As can be seen from reviewing the enclosed documents, our company has been highly successful in (a) making all of the capital investments which had been projected for the initial year, and (b) creating the full complement of jobs which had been proposed in the Statement of Benefits (Form SB-1) which was approved on April 28, 2008.

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,

Sandy Laugle

Sandy Laugle
Dualtech, Inc

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 Dualtech, Inc. - Jack & Sandy Laugle	
Address of taxpayer *(number and street, city, state, and ZIP code)* 351 Blue Chip Court, Franklin, IN 46131	
Name of contact person Sandy Laugle	Telephone number 738-5966

SECTION 2 — LOCATION AND DESCRIPTION OF PROPERTY

Name of designating body Franklin Common Council		Resolution number 08-03
Location of property 351 Blue Chip Court, Franklin	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.		Estimated starting date *(month, day, year)* 04/01/2008
		Estimated completion date *(month, day, year)* 07/01/2008

SECTION 3 — EMPLOYEES AND SALARIES

EMPLOYEES AND SALARIES	AS ESTIMATED ON SB-1	ACTUAL
Current number of employees See Attachment 2	17.00	~~16~~ 28
Salaries	551,760.00	~~641,523.00~~ 1,305,481
Number of employees retained	17.00	16
Salaries	551,760.00	641,523
Number of additional employees	2.00	12
Salaries	64,480.00	663,958.00

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	0.00	0.00	0.00	0.00				
Plus: Values of proposed project	791,819.00	316,727.00	165,539.00	66,215.00				
Less: Values of any property being replaced	0.00	0.00	0.00	0.00				
Net values upon completion of project	791,819.00	316,727.00	165,539.00	66,215.00				
ACTUAL	**COST**	**ASSESSED VALUE**	**COST**	**ASSESSED VALUE**	**COST**	**ASSESSED VALUE**	**COST**	**ASSESSED VALUE**
Values before project	0.00	0.00	0.00	0.00				
Plus: Values of proposed project	791,819.00	316,727.00	165,539.00	66,215.00				
Less: Values of any property being replaced	0.00	0.00	0.00	0.00				
Net values upon completion of project	791,819.00	316,727.00	165,539.00	66,215.00				

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	Date signed *(month, day, year)*
Sandy Laugle	Secretary	02/17/2012

Dualtech, Inc.
351 Blue Chip Court
P.O. Box 476
Franklin, IN 46131

Attachment to Form CF-1 (Compliance with Statement of Benefits)
Job Creation Schedule by Quarter

Actual Number Of Employees As of 12/31/10	Proposed Total Number of employees by 12/31/11 (From SB-1)	Actual Number of Employees Added During Year (by Quarter)				Actual Total Number of Employees as of 12/31/11	Difference between Actual and Proposed Number of Employees
		3/31/11	6/30/11	9/30/11	12/30/11		
22	19	+1	-1	+5	+1	28	+9

Dualtech, Inc.

JOB CREATION/ RETENTION TABLE

	Year	Prof/Mangerial	Secretary	Lab Tech.	Machine Operators	Total	Proposed Salary
Proposed	1	2	1	1	13	17	$551,760
Actual	1	2	1	2	11	16	641,523
Proposed	2	2	1	1	15	19	$616,240
Actual	2	2	1	2	17	22	$895,071
Proposed	3	2	1	1	15	19	$616,240
Actual	3	2	2	2	22	28	$1,305,481