



75 Linville Way
Franklin, IN 46131
Phone: 317.738.0148
Fax: 317.738.0162
rbcbearings.com

Monday, February 19, 2024

City of Franklin
Attn: Mrs. Dana Monson, Community Development Specialist
70 East Monroe Street
Franklin, IN 46131

Re: Tax Abatement Compliance Packet for Airtomic LLC

Dear Mrs. Monson,

Please find attached Forms CF-1/RE and CF-1/PP (Compliance with Statement of Benefits) regarding compliance with the real property and personal property tax abatements, granted to Airtomic LLC in 2018 under Franklin Common Council Resolution number 2018-11.

As can be seen from reviewing the enclosed documents, our company has been successful in;

- (a) Completed all capital investment projected for completion by 31 May 2019 with the building Runnebohm.
- (b) Creating the full complement of jobs which we projected (13 adds) which had been proposed in the statement of benefits (Form SB-1) which was approved on September 17, 2018. Since the inception of this project, we have added an additional 6 new employees in 2021, 4 new employees in 2022, and 19 new employees in 2023. Our total number of employees stood at 59 as of January 1, 2024.
- (c) At the same time, we increased our sales by \$5.2M or 36% in 2023 vs. 2019. We forecast our sales of \$21M in 2024 and we plan to add an additional 6 employees throughout 2024 which brings our total number of employees to 65 at the end of December 2024.

We are proud Franklin community members, and our facility and surrounding grounds show our pride.

Please review the enclosed documents and if you have any questions or concerns regarding this matter, please feel free to contact me at (317) 738-0148, 4468.

Sincerely,


Mike Callaway
General Manager

Enclosures

**COMPLIANCE WITH STATEMENT OF BENEFITS
REAL ESTATE IMPROVEMENTS**

State Form 51766 (R3 / 2-13)

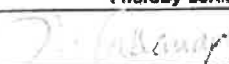
Prescribed by the Department of Local Government Finance

20 24 PAY 20 25**FORM CF-1 / Real Property****PRIVACY NOTICE**

The cost and any specific individual's salary information is confidential; the balance of the filing is public record per IC 6-1.1-12.1-5.1 (c) and (d).

INSTRUCTIONS:

1. This form does not apply to property located in a residentially distressed area or any deduction for which the Statement of Benefits was approved before July 1, 1991.
2. Property owners must file this form with the county auditor and the designating body for their review regarding the compliance of the project with the Statement of Benefits (Form SB-1/Real Property).
3. This form must accompany the initial deduction application (Form 322/RE) that is filed with the county auditor.
4. This form must also be updated each year in which the deduction is applicable. It is filed with the county auditor and the designating body before May 15, or by the due date of the real property owner's personal property return that is filed in the township where the property is located. (IC 6-1.1-12.1-5.1(b))
5. With the approval of the designating body, compliance information for multiple projects may be consolidated on one (1) compliance form (Form CF-1/Real Property).

SECTION 1 TAXPAYER INFORMATION			
Name of taxpayer Airtomic LLC (Sargent Aerospace & Defense)		County Johnson	
Address of taxpayer (number and street, city, state, and ZIP code) 75 Linville Way, Franklin IN 46131		DLGF taxing district number 41-08-02-043-005.000-009	
Name of contact person Mike Callaway		Telephone number (317) 738-0148;4468	
SECTION 2 LOCATION AND DESCRIPTION OF PROPERTY			
Name of designating body City of Franklin Common Council		Resolution number 2018-11	Estimated start date (month, day, year) 11/01/2018
Location of property 75 Linville Way, Franklin IN 46131			Actual start date (month, day, year) 11/01/2018
Description of real property improvements CONSTRUCTION OF A NEW 300,000 SQ FT MANUFACTURING FACILITY WITH EXPANSION SPACE FOR AN ADDITIONAL 20,000 SQ FT AVAILABLE			Estimated completion date (month, day, year) 05/31/2019
			Actual completion date (month, day, year) 11/25/2019
SECTION 3 EMPLOYEES AND SALARIES			
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL
Current number of employees		24	59
Salaries		26.75	36.40
Number of employees retained		24	59
Salaries		26.75	36.40
Number of additional employees		13	17
Salaries		24.00	36.40
SECTION 4 COST AND VALUES			
COST AND VALUES		REAL ESTATE IMPROVEMENTS	
AS ESTIMATED ON SB-1	COST	ASSESSED VALUE	
Values before project			
Plus: Values of proposed project	2,872,900.00		
Less: Values of any property being replaced			
Net values upon completion of project	2,872,900.00		
ACTUAL	COST	ASSESSED VALUE	
Values before project			
Plus: Values of proposed project			
Less: Values of any property being replaced			
Net values upon completion of project	2,877,715.00		
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 General Manager	Date signed (month, day, year) 02/28/2024	

OPTIONAL: FOR USE BY A DESIGNATING BODY WHO ELECTS TO REVIEW THE COMPLIANCE WITH STATEMENT OF BENEFITS (FORM CF-1)
THAT WAS APPROVED AFTER JUNE 30, 1991

INSTRUCTIONS: (IC 6-1.1-12.1-5.1 and IC 6-1.1-12.1-5.9)

1. Not later than forty-five (45) days after receipt of this form, the designating body may determine whether or not the property owner has substantially complied with the Statement of Benefits (Form SB-1/Real Property).
2. If the property owner is found **NOT** to be in substantial compliance, the designating body shall send the property owner written notice. The notice must include the reasons for the determination and the date, time and place of a hearing to be conducted by the designating body. The date of this hearing may not be more than thirty (30) days after the date this notice is mailed. A copy of the notice may be sent to the county auditor and the county assessor.
3. Based on the information presented at the hearing, the designating body shall determine whether or not the property owner has made reasonable efforts to substantially comply with the Statement of Benefits (Form SB-1/Real Property) and whether any failure to substantially comply was caused by factors beyond the control of the property owner.
4. If the designating body determines that the property owner has **NOT** made reasonable efforts to comply, then the designating body shall adopt a resolution terminating the property owner's deduction. If the designating body adopts such a resolution, the deduction does not apply to the next installment of property taxes owed by the property owner or to any subsequent installment of property taxes. The designating body shall immediately mail a certified copy of the resolution to: (1) the property owner; (2) the county auditor; and (3) the county assessor.

We have reviewed the CF-1 and find that:

- ☐ the property owner **IS** in substantial compliance
- ☐ the property owner **IS NOT** in substantial compliance
- ☐ other (specify) _____

Reasons for the determination (attach additional sheets if necessary)

Signature of authorized member

Date signed (month, day, year)

Attested by:

Designating body

If the property owner is found not to be in substantial compliance, the property owner shall receive the opportunity for a hearing. The following date and time has been set aside for the purpose of considering compliance. (Hearing must be held within thirty (30) days of the date of mailing of this notice.)

Time of hearing

☐ AM
☐ PM

Date of hearing (month, day, year)

Location of hearing

HEARING RESULTS (to be completed after the hearing)

☐ Approved

☐ Denied (see instruction 5 above)

Reasons for the determination (attach additional sheets if necessary)

Signature of authorized member

Date signed (month, day, year)

Attested by:

Designating body

APPEAL RIGHTS [IC 6-1.1-12.1-5.9(e)]

A property owner whose deduction is denied by the designating body may appeal the designating body's decision by filing a complaint in the office of the Circuit or Superior Court together with a bond conditioned to pay the costs of the appeal if the appeal is determined against the property owner.

**COMPLIANCE WITH STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51765 (R4 / 11-16)

Prescribed by the Department of Local Government Finance

FORM CF-1 / PP**PRIVACY NOTICE**This form contains information
confidential pursuant to
IC 6-1.1-35-9 and IC 6-1.1-12.1-5.6.

- 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 January 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 January 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	Airtomic LLC (Sargent Aerospace & Defense)		County Johnson
Address of taxpayer (number and street, city, state, and ZIP code)	75 Linville Way, Franklin IN 46131		DLGF taxing district number 41-08-02-043-005.000-009
Name of contact person	Mike Callaway		Telephone number (317) 738-0148; 4468

SECTION 2		LOCATION AND DESCRIPTION OF PROPERTY	
Name of designating body	Resolution number	Estimated start date (month, day, year)	
City of Franklin Common Council	2018-11	11/01/2018	
Location of property	Actual start date (month, day, year)		
75 Linville Way, Franklin IN 46131	11/01/2018		
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 completion date (month, day, year)		
CONSTRUCTION OF A NEW 300,000 SQ FT MANUFACTURING FACILITY WITH EXPANSION SPACE FOR AN ADDITIONAL 20,000 SQ FT AVAILABLE	05/31/2019		
	Actual completion date (month, day, year)		
	11/25/2019		

SECTION 3				EMPLOYEES AND SALARIES			
EMPLOYEES AND SALARIES				AS ESTIMATED ON SB-1		ACTUAL	
Current number of employees				24		59	
Salaries				26.75		36.40	
Number of employees retained				24		59	
Salaries				26.75		36.40	
Number of additional employees				13		17	
Salaries				24.00		36.40	

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									
Plus: Values of proposed project		3,500,000.00	283,050.00	75,000.00				100,000.00	
Less: Values of any property being replaced									
Net values upon completion of project									
ACTUAL		COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project									
Plus: Values of proposed project									
Less: Values of any property being replaced									
Net values upon completion of project		4,415,173.00		75,000.00				90,304.00	

NOTE: The **COST** of the property is confidential pursuant to IC 6-1.1-12.1-5.6(c).

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)	
		General Manager	02/28/24	

INSTRUCTIONS: (IC 6-1.1-12.1-5.9)

1. This page does not apply to a Statement of Benefits filed before July 1, 1991; that deduction may not be terminated for a failure to comply with the Statement of Benefits.
2. Within forty-five (45) days after receipt of this form, the designating body may determine whether or not the property owner has substantially complied with the Statement of Benefits.
3. If the property owner is found **NOT** to be in substantial compliance, the designating body shall send the property owner written notice. The notice must include the reasons for the determination and the date, time and place of a hearing to be conducted by the designating body. If a notice is mailed to a property owner, a copy of the written notice will be sent to the County Assessor and the County Auditor.
4. Based on the information presented at the hearing, the designating body shall determine whether or not the property owner has made reasonable effort to substantially comply with the Statement of Benefits and whether any failure to substantially comply was caused by factors beyond the control of the property owner.
5. If the designating body determines that the property owner has **NOT** made reasonable effort to comply, then the designating body shall adopt a resolution terminating the deduction. The designating body shall immediately mail a certified copy of the resolution to: (1) the property owner; (2) the County Auditor; and (3) the County Assessor.

We have reviewed the CF-1 and find that:

- ☐ the property owner **IS** in substantial compliance
- ☐ the property owner **IS NOT** in substantial compliance
- ☐ other (specify) _____

Reasons for the determination (attach additional sheets if necessary)

Signature of authorized member

Date signed (month, day, year)

Attested by:

Designating body

If the property owner is found not to be in substantial compliance, the property owner shall receive the opportunity for a hearing. The following date and time has been set aside for the purpose of considering compliance.

Time of hearing

- ☐ AM
☐ PM

Date of hearing (month, day, year)

Location of hearing

HEARING RESULTS (to be completed after the hearing)

☐ Approved

☐ Denied (see instruction 5 above)

Reasons for the determination (attach additional sheets if necessary)

Signature of authorized member

Date signed (month, day, year)

Attested by:

Designating body

APPEAL RIGHTS [IC 6-1.1-12.1-5.9(e)]

A property owner whose deduction is denied by the designating body may appeal the designating body's decision by filing a complaint in the office of the clerk of Circuit or Superior Court together with a bond conditioned to pay the costs of the appeal if the appeal is determined against the property owner.

Management Professional	Technical Sales	Service	Precision Production	Operators	Total
Est./Act.	Est./Act.	Est./Act.	Est./Act.	Est./Act.	Est./Act.
	2/0			2/0	4/0
0/1	1/0			1/1	2/2
				6/6	6/6
3/3			1/1	1/1	5/5
3/3		1/1	2/2	2/2	8/8
		2/2	2/2		4/4
4/4	1/1	4/4	28/28	14/14	51/51
4/3	1/1	4/3	28/21	14/12	51/40
4/3	1/1	4/2	28/14	14/11	51/31
4/3	1/1	4/2	28/15	14/11	51/32
4/3	0/0	1/1	16/17	10/10	31/31
4/4	0/0	1/1	17/17	10/10	32/32
4/4	0/0	2/1	18/19	10/10	34/34
4/4	0/1	3/2	19/21	10/10	36/38
3/3	0/0	3/4	19/22	10/10	35/39
3/2	0/0	4/4	21/22	12/13	40/41
3/2	0/0	5/4	23/21	12/13	43/40
3/2	0/0	4/3	23/23	13/14	44/42
1/1	0/0	4/5	23/27	13/14	41/47
1/1	0/0	4/5	23/32	13/14	41/52
1/1	0/0	4/5	23/36	13/14	41/56
1/1	0/0	4/5	24/34	13/19	42/59
1	0	5	32	15	41/53

Investment Type

2018 Year of Abatement	
3rd Qtr	
4th Qtr	
2019 Year of Abatement	
1st Qtr	
2nd Qtr	
3rd Qtr	
4th Qtr	
2020 Year of Abatement	
1st Qtr	
2nd Qtr	
3rd Qtr	
4th Qtr	
2021 Year of Abatement	
1st Qtr	
2nd Qtr	
3rd Qtr	
4th Qtr	
2022 Year of Abatement	
1st Qtr	
2nd Qtr	
3rd Qtr	
4th Qtr	
2023 Year of Abatement	
1st Qtr	
2nd Qtr	
3rd Qtr	
4th Qtr	
Total by Type	

Buidling & Site	Internal Utilities	Technology	Service Equipment	Furniture	Total
\$200,000					\$200,000
	\$100,000				\$100,000
\$2,700,000	\$100,000	\$100,000	\$150,000	\$75,000	\$3,125,000
			\$75,000		\$75,000
\$2,900,000	\$200,000	\$100,000	\$225,000	\$75,000	\$3,500,000