



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: February 9, 2012
Re: Case C 2012-05: Midstate Manufacturing Corporation

Summary:

1. On January 12th, 2008, the Franklin Common Council passed Resolution No. 2008-22, approving a 5-year tax abatement on personal property for Midstate Manufacturing Corporation located at 3250 N. Graham Road.
2. Actual and estimated benefits, as projected for 2011:

	Estimated on SB-1	Actual in 2011	Difference
Employees Retained	11	11	0
Salaries	\$388,960	\$388,960	\$0
New Employees	3	9	6
Salaries	\$106,080	\$182,201	\$76,121
Total Employees	14	20	6
Total Salaries	\$495,040	\$571,161	\$76,121
Average Hourly Salaries	\$17.00	\$13.73	-\$3.27
Personal Property Improvements	\$430,000	\$330,000	-\$100,000

3. The company has met their number of employees retained and exceeded the number of new employees estimated on their SB-1 Form. The company did not separate the salaries of the retained employees from the new employees on their CF-1 Form so I assumed the salaries for the 11 retained were \$388,960 as estimated on the SB-1 Form and the difference was the salaries for the 9 additional employees. The average hourly salary is for all 20 employees. The average hourly salary is lower than was estimated on the SB-1 Form.
4. The personal property improvements were \$100,000 less than estimated on the SB-1 Form.
5. The tax abatement is scheduled to expire in tax year 2013 payable 2014. The final compliance review will take place in 2014.

Staff Recommendation:

Approval

MRS. KRISTA LINKE, DIRECTOR
DEPT. OF PLANNING & ECONOMIC DEVELOPMENT
70 E. MONROE STREET
FRANKLIN, IN 46131

RE: TAX ABATEMENT COMPLIANCE FOR MIDSTATE MANUFACTURING CORPORATION

DEAR MRS. LINKE:

ENCLOSED PLEASE FIND FORM CF-1 (COMPLIANCE WITH STATEMENT OF BENEFITS)
REGARDING COMPLIANCE WITH THE REAL AND PERSONAL TAX ABATEMENTS WHICH WERE
GRANTED TO MIDSTATE MANUFACTURING CORPORATION IN 2009 UNDER FRANKLIN COMMON
COUNCIL RESOLUTION NO.00-05

AS CAN BE SEEN FROM REVIEWING THE ENCLOSED DOCUMENTS, OUR COMPANY HAS BEEN
HIGHLY SUCCESSFUL IN (1) MAKING ALL OF THE CAPITAL INVESTMENTS WHICH HAD BEEN
PROJECTED FOR THE PAST YEAR, AND (2) CREATING THE FULL COMPLEMENT OF JOBS WHICH
HAD BEEN PROPOSED IN THE STATEMENT OF BENEFITS (FORM SB-1) WHICH WAS APPROVED
ON MARCH 15, 2000. THE EQUIPMENT OPENED UP A FULL TIME JOB FOR 2 EMPLOYEES.

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 "Paul Ambrose".

PAUL AMBROSE, PRESIDENT
MIDSTATE MANUFACTURING CORPORATION

ENCLOSURES



COMPLIANCE WITH STATEMENT OF BENEFITS PERSONAL PROPERTY

State Form 51765 (R / 1-06)

Prescribed by the Department of Local Government Finance

12-05
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 Paul W Ambrose - Midstate Manufacturing Corp.								
Address of taxpayer (number and street, city, state, and ZIP code) 25 Carolwood Mews. Franklin OH 44623								
Name of contact person Paul Ambrose		Telephone number 30-738 0094						
SECTION 2		LOCATION AND DESCRIPTION OF PROPERTY						
Name of designating body City of Franklin Common Council		Resolution number 08-21						
Location of property 3250 N Graham Rd Franklin OH		County Johnson						
Description of new manufacturing equipment, or new research and development equipment, or new information technology equipment, or new logistical distribution equipment to be acquired.		DLGF taxing district number						
		Estimated starting date (month, day, year)						
		Estimated completion date (month, day, year)						
SECTION 3		EMPLOYEES AND SALARIES						
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL					
Current number of employees		18 11	20					
Salaries 388,960		515,643	571,161					
Number of employees retained		11 18	20 11					
Salaries			388,960					
Number of additional employees		3	9					
Salaries		106,080	182,201					
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	430,000							
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	330,000							
Less: Values of any property being replaced								
Net values upon completion of project								
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 Paul Ambrose		Title President	Date signed (month, day, year) 1/31/12					