



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: March 7, 2012
Re: Case C 2012-11: NSK Precision America Inc.

Summary:

1. On January 24th, 2005, the Franklin Common Council passed Resolution No. 2005-04, approving a 7-year tax abatement on personal property for NSK Precision America at 3400 Bearing Drive.
2. Actual and estimated benefits, as projected for 2011:

	Estimated on SB-1	Actual in 2011	Difference
New Employees	23	23	0
Salaries	\$920,000	\$1,047,000	\$127,000
Average Hourly Salaries	\$19.23	\$21.89	\$2.65
Personal Property Improvements	\$1,500,000	\$1,469,892	-\$30,108

3. The company has met their number of new employees and exceeded the estimated average hourly wage.
4. The company has met their estimate provided on the SB-1 Form for personal property.
5. The tax abatement is scheduled to expire in tax year 2012 payable 2013. The final compliance review will take place in 2013.

Staff Recommendation:

Approval



February 16, 2012

Ms. Krista Linke, Director
Dept. of Planning & Econ. Development
70 E. Monroe Street
Franklin, IN 46131

Re: Tax Abatement Compliance for NSK Precision America Inc.

Dear Ms. Linke,

Enclosed are the completed CF-1 for NSK Precision America Inc. regarding compliance for resolution 05-04 and 05-10. As you will be able to see, we have successfully completed our capital investment of \$2.6M in newly acquired assets (real and personal property) and the creation of 24 new positions by moving our Corp. Headquarters from Addison, IL to Franklin, IN.

Please review all of the enclosed documents, and if you have any questions or concerns, please contact me.

Sincerely,

A handwritten signature in cursive script, appearing to read 'Lindy Rigdon'.

Lindy Rigdon
Accounting Manager
NSK Precision America Inc.

Enclosures



COMPLIANCE WITH STATEMENT OF BENEFITS PERSONAL PROPERTY

State Form 51785 (R / 1-06)

Prescribed by the Department of Local Government Finance

12-11
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	NSK Precision America Inc.
Address of taxpayer (number and street, city, state, and ZIP code)	P.O. Box 134007, Ann Arbor MI 48113
Name of contact person	Robert M. Wozniak
Telephone number	(734) 913-7589

SECTION 2 LOCATION AND DESCRIPTION OF PROPERTY	
Name of designating body	Franklin City Common Council
Resolution number	05-04
Location of property	3450 Bearing Dr. Franklin, IN
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.	New ball screw manufacturing equipment, Cylinder OD grinding, ID and OD thread grinding, an abrasive linear guide saw
Estimated starting date (month, day, year)	1/1/05
Estimated completion date (month, day, year)	5/31/05

SECTION 3 EMPLOYEES AND SALARIES			
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL
Current number of employees		23	23
Salaries		920,000	1,047,000
Number of employees retained		23	23
Salaries		920,000	1,047,000
Number of additional employees			
Salaries			

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	20,436,000	6,133,000						
Plus: Values of proposed project	1,500,000	450,000						
Less: Values of any property being replaced								
Net values upon completion of project	21,936,000	6,583,000						
ACTUAL	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project	20,436,000	6,133,000						
Plus: Values of proposed project	1,469,892	450,000						
Less: Values of any property being replaced								
Net values upon completion of project	21,905,892	6,583,000						

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)
<i>Lucy Ryzh</i>	Accounting Manager	2/16/12

NSK Precision America Inc. Investment Lisiting for Resolution 05-04

<u>Depr Exp</u>	<u>Asset No</u>	<u>Description</u>	<u>Acq Mth</u>	<u>Acq Yr</u>	<u>Acq Value</u>
235G1	23000A145001	3 METER OD GRINDER	1	2005	278,891.42
235G1	23000A145101	GSN-1000 STG MACHINE	1	2005	534,685.52
236R1	23000O750101	LINEAR GUIDE RAIL CUTTER SAW	2	2005	92,794.25
235G1	23000A144901	GUN922 NTG MACHINE	1	2005	563,521.21
					1,469,892.40