



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--33: Indiana Hydraulic Equipment Corp. (Formerly Nishina)

Summary:

1. On October 23rd, 2006, the Franklin Common Council passed Resolution No. 2006-08, approving a 10-year tax abatement on real property and a 10-year tax abatement on personal property for Indiana Hydraulic Equipment Corporation (formerly Nishina Industries) located at 2000 Commerce Parkway (Musicland Drive was renamed to Commerce Parkway in 2010).
2. Actual and estimated benefits, as projected for 2011:

	Estimated on SB-1	Actual in 2011	Difference
New Employees	34	25	-9
Salaries	\$1,320,000	\$1,245,443	-\$74,557
Average Hourly Salaries	\$18.67	\$23.95	\$5.29
Real Property Improvements	\$5,000,000	\$5,947,486	\$947,486
Personal Property Improvements	\$7,000,000	\$6,088,158	-\$911,842

3. This company has exceeded their estimate provided on their SB-1 Form for Real Property.
4. They reported 23 employees at the end of 2010. They increased to 25 at the end of 2011. Please see the Attachment to Form CF-1 for further explanation.
5. The average hourly salary exceeds their original estimate.
6. The company has not met their estimated amount for personal property investment. Please see the Attachment to Form CF-1 for further explanation.
7. The personal and real property tax abatements for Indiana Hydraulic Equipment Corporation are scheduled to expire in tax year 2017 payable 2018. The final compliance review will take place in 2018.

Staff Recommendation:

Approval

Krista Linke

From: Dean Isley [Dean.Isley@ihc.toyota-industries.com]
Sent: Friday, February 17, 2012 9:47 AM
To: Krista Linke
Subject: Indiana Hydraulic Equipment Corp Tax Abatement Compliance Report
Attachments: IHC Tax Abatement Report - 2011.pdf; IHC Asset Listing - 2011.xlsx

Krista,

Attached you will find a complete (pdf) report which includes all the requirements set forth in your request letter. I have also included an Excel spreadsheet listing IHC's capital assets.

Please let me know if this delivery method is acceptable. I will be glad to mail you the hard copies if necessary.

Thank you again for your help and direction this season on IHC's compliance report; I anticipate an easier time with this next year.

Sincerely,

Dean L Isley
Assistant Plant Manager
Indiana Hydraulic Equipment, Corp.
2000 Commerce Parkway
Franklin, In 46131
317-736-2532 (Work)
317-447-3734 (Cell)
dean.isley@ihc.toyota-industries.com





INDIANA HYDRAULIC EQUIPMENT, CORP.



February 20, 2012

Krista Linke, AICP
Director of Planning & Economic Development
City of Franklin
71 E. Monroe Street
Franklin, IN 46131

RE: 2012 Tax Abatement Compliance for Indiana Hydraulic Equipment, Corp.

Dear Ms. Linke,

Please find attached Form CF-1/RE and CF-1/PP (Compliance with Statement of Benefits) regarding our compliance with the real and personal property tax abatements which were granted to Indiana Hydraulic Equipment, Corp. (IHC) through Nishina Industrial Co., Ltd. in 2006 by the Franklin Common Council in Resolution No. 2006-08.

As can be seen from reviewing the enclosed documents, IHC was successful in maintaining the projected capital investment in the area of "Property" and "Buildings and Improvements". IHC has nearly reached the proposed amount for "Machinery and Equipment" and we have reached approximately half of our IT equipment investment.

Please review the attached documents and feel free to contact me if you have any questions or concerns regarding this matter at 317-736-2532.

Thank you again for your consideration of our report and your continuing support of Indiana Hydraulic Equipment, Corp.

Sincerely,

Dean L. Isley
Asst. Plant Manager
Indiana Hydraulic Equipment, Corp.



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 <i>Indiana Hydraulic Equipment Corporation</i>									
Address of taxpayer (number and street, city, state, and ZIP code) <i>2000 Commerce Parkway, Franklin, In 46131</i>									
Name of contact person <i>Dean Isley</i>		Telephone number <i>317-736-2532</i>							
SECTION 2		LOCATION AND DESCRIPTION OF PROPERTY							
Name of designating body <i>City of Franklin Common Council</i>		Resolution number <i>2006-08</i>							
Location of property <i>2000 Commerce Parkway, Franklin, In 46131</i>		County <i>Johnson</i>							
Description of new manufacturing equipment, or new research and development equipment, or new information technology equipment, or new logistical distribution equipment to be acquired. <i>Construction of a new manufacturing facility consisting of approximately 6,500 sq. ft. of office space and 55,000 sq. ft. of manufacturing/warehouse space.</i>		Estimated starting date (month, day, year) <i>3/01/2007</i>							
		Estimated completion date (month, day, year) <i>12/31/2008</i>							
SECTION 3		EMPLOYEES AND SALARIES							
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL						
Current number of employees		<i>34</i>	<i>25</i>						
Salaries		<i>\$1,320,000.00</i>	<i>\$1,245,443</i>						
Number of employees retained									
Salaries									
Number of additional employees		<i>34</i>	<i>25</i>						
Salaries		<i>\$1,320,000.00</i>	<i>\$1,245,443</i>						
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		<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Plus: Values of proposed project		<i>\$7,000,000</i>	<i>\$2,800,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>\$700,000</i>	<i>\$280,000</i>
Less: Values of any property being replaced		<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Net values upon completion of project		<i>7,000,000</i>	<i>2,800,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>700,000</i>	<i>280,000</i>
ACTUAL		COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project		<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Plus: Values of proposed project		<i>\$6,088,158</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>\$376,748</i>	<i>0</i>
Less: Values of any property being replaced		<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Net values upon completion of project		<i>\$6,088,158</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>\$376,748</i>	<i>0</i>
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		<i>0</i>	<i>0</i>						
Amount of hazardous waste converted		<i>0</i>	<i>0</i>						
Other benefits:		<i>0</i>	<i>0</i>						
SECTION 6		TAXPAYER CERTIFICATION							
I hereby certify that the representations in this statement are true.									
Signature of authorized representative <i>Dean F. Isley</i>		Title <i>Asst. Plant Manager</i>	Date signed (month, day, year) <i>2-16-2012</i>						

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

State Form 51766 (R2 / 1-07)

Prescribed by the Department of Local Government Finance

20 11 PAY 20 12

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).

This statement is being completed for real property that qualifies under the following Indiana Code (check one box):

- ☐ Redevelopment or rehabilitation of real estate improvements (IC 6-1.1-12.1-4)
☐ Eligible vacant building (IC 6-1.1-12.1-4.8)

INSTRUCTIONS:

1. This form does not apply to property located in a residentially distressed area. (IC 6-1.1-12.1-2 (b))
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 (SB-1 / Real Property).
3. This form must accompany the initial deduction application that is filed with the County Auditor.
4. Property owners whose Statement of Benefits was approved after June 30, 1991, must file an updated form with the County Auditor and the local Designating Body to show the extent to which there has been compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.1)
5. The updated form must be filed annually by May 15, or by the due date for the real property owner's personal property return that is filed in the township where the project is located, whichever is later. (IC 6-1.1-12.1-5.1 (b))
6. With the approval of the Designating Body, compliance information for multiple projects may be consolidated on one (1) compliance form (CF-1 / Real Property).

SECTION 1		TAXPAYER INFORMATION	
Name of taxpayer <u>Indiana Hydraulic Equipment Corporation</u>			
Address of taxpayer (number and street, city, state, and ZIP code) <u>2000 Commerce Parkway, Franklin, IN 46131</u>			
Name of contact person <u>Dean Isley</u>		Telephone number <u>317-736-2532</u>	
SECTION 2		LOCATION AND DESCRIPTION OF PROPERTY	
Name of designating body <u>City of Franklin Common Council</u>		Resolution number <u>2006-08</u>	
Location of property <u>2000 Commerce Parkway, Franklin, IN 46131</u>		County <u>Johnson</u>	
Description of real property improvements: <u>Construction of a new manufacturing facility consisting of approximately 6,500 sq. ft. of office space and 55,000 sq. ft. of manufacturing and warehouse space.</u>		Estimated starting date (month, day, year) <u>12/01/2006</u>	
		Estimated completion date (month, day, year) <u>11/30/2007</u>	
SECTION 3		EMPLOYEES AND SALARIES	
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL
Current number of employees		<u>34</u>	<u>25</u>
Salaries		<u>\$1,320,000.00</u>	<u>\$1,245,443</u>
Number of employees retained			
Salaries			
Number of additional employees		<u>34</u>	<u>25</u>
Salaries		<u>\$1,320,000.00</u>	<u>\$1,245,443</u>
SECTION 4		COST AND VALUES	
COST AND VALUES		REAL ESTATE IMPROVEMENTS	
AS ESTIMATED ON SB-1	COST	ASSESSED VALUE	
Values before project	<u>\$190,000.00</u>		
Plus: Values of proposed project	<u>\$5,000,000.00</u>		
Less: Values of any property being replaced	<u>0</u>		
Net values upon completion of project	<u>\$5,190,000.00</u>		
ACTUAL	COST	ASSESSED VALUE	
Values before project	<u>\$190,000.00</u>		
Plus: Values of proposed project	<u>\$5,947,486.00</u>		
Less: Values of any property being replaced	<u>0</u>		
Net values upon completion of project	<u>\$6,137,486.00</u>		
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		<u>0</u>	<u>0</u>
Amount of hazardous waste converted		<u>0</u>	<u>0</u>
Other benefits:		<u>0</u>	<u>0</u>
SECTION 6			
TAXPAYER CERTIFICATION			
I hereby certify that the representations in this statement are true.			
Signature of authorized representative <u>Dean Isley</u>		Title <u>Asst. Plant Manager</u>	Date signed (month, day, year) <u>2-16-2012</u>

Indiana Hydraulic Equipment, Corp. (IHC)
2000 Commerce Parkway
Franklin, IN 46131

Attachment to Form CF-1 (Compliance with Statement of Benefits)
Comments concerning Expansion Investment Schedule and Job Creation Schedule - 2011

As of December 31, 2011, \$6,088,157.65 of the estimated \$7,000,000.00 "Machinery & Equipment" investment has been achieved. The discrepancy is due to the difference between the projected equipment and installation estimate and the actual equipment procurement and installation cost.

As of December 31, 2011, \$376,748.00 of the estimated \$700,000.00 "IT Equipment" investment has been achieved. The last IT equipment purchased for IHC was in 2008; I am unaware at this time if there will be additional equipment purchased in 2012 due to economic conditions.

Also due to the current economic circumstances, the company has only been able to employ 25 workers as opposed to the 34 employees which were originally projected to be hired by this time. IHC currently has four open full time positions that have been filled with temp to hire candidates.

As we continue to address those concerns of which we have control over, we hope to have them resolved as we move into the future. It is IHC's desire and request that the City of Franklin will look favorably upon our activities and grant us an extension of time to be in full compliance with our tax abatement commitments.

Indiana Hydraulic Equipment, Corp.
2000 Commerce Parkway
Franklin, IN 46131

Attachment to Form CF-1 (Compliance with Statement of Benefits)
Construction & Occupancy Status Report - 2011

Construction of the new Indiana Hydraulic Equipment, Corp. (IHC) manufacturing facility was started with a ground breaking ceremony on May 7, 2007. By January 18, 2008 construction was substantially complete.

The inspection of the facility for Certificate of Occupancy was completed January 18, 2008 and the IHC staff began to move in the offices on January 21, 2008.

Receipt and unpacking of the new manufacturing equipment began from February 4, 2008 with the equipment setting and utilities completed by February 29, 2008.

Adjustments were completed by the end of March and initial trials were started from the first of April. IHC Associates began training on the equipment from April 28, 2008. First production trials were started May 19, 2008 and IHC began shipping product to our customer on June 2, 2008.

Indiana Hydraulic Equipment, Corp.
2000 Commerce Parkway
Franklin, IN 46131

Attachment to Form CF-1 (Compliance with Statement of Benefits)
Personal Property Listing - 2011

The attached 10 pages list the personal property which is presently installed and for which the original abatement deduction was granted.

Indiana Hydraulic Equipment, Corp.
2000 Commerce Parkway
Franklin, In. 46131

Attachment to Form CF-1 (Compliance with Statement of Benefits)
Expansion Investment Schedule by Quarter - 2011

	Actual Amount of Investment as of 12/31/2010	Proposed Amount of Total Investment by 11/30/2007 (From SB-1)	Actual Amount of Investment Added During Year (by Quarter)				Actual Total Amount of Investment as of 12/31/2011	Difference Between Actual and Proposed Amount of Investment
			3/31/2011	6/30/2011	9/30/2011	12/30/2011		
Property	\$ 687,822.00	\$ 190,000.00	\$ -	\$ -	\$ -	\$ -	\$ 687,822.00	\$ 497,822.00
Buildings and Improvements	\$ 5,449,664.00	\$ 5,000,000.00	\$ -	\$ -	\$ -	\$ -	\$ 5,449,664.00	\$ 449,664.00
Totals (A)	\$ 6,137,486.00	\$ 5,190,000.00	\$ -	\$ -	\$ -	\$ -	\$ 6,137,486.00	\$ 947,486.00

	Actual Amount of Investment as of 12/31/2010	Proposed Amount of Total Investment by 11/30/2007 (From SB-1)	Actual Amount of Investment Added During Year (by Quarter)				Actual Total Amount of Investment as of 12/31/2011	Difference Between Actual and Proposed Amount of Investment
			3/31/2011	6/30/2011	9/30/2011	12/30/2011		
Machinery and Equipment	\$ 6,011,907.00	\$ 7,000,000.00		\$ 28,815.47	\$ 30,718.78	\$ 16,716.40	\$ 6,088,157.65	\$ (911,842.35)
IT Equipment	\$ 376,748.00	\$ 700,000.00	\$ -	\$ -	\$ -	\$ -	\$ 376,748.00	\$ (323,252.00)
Totals (B)	\$ 6,388,655.00	\$ 7,700,000.00	\$ -	\$ 28,815.47	\$ 30,718.78	\$ 16,716.40	\$ 6,464,905.65	\$ (1,235,094.35)

Indiana Hydraulic Equipment, Corp.
 2000 Commerce Parkway
 Franklin, In. 46131

Attachment to Form CF-1 (Compliance with Statement of Benefits)
 Job Creation Schedule by Quarter - 2011

Actual Number of Employees on 12/31/2010	Proposed Total Number of Employees by 12/31/08 (From SB-1)	Actual Number of Employees Added During the Year by Quarter				Actual Total Number of Employees as of 12/31/2011	Difference Between Actual and Proposed Number of Employees
		3/31/2011	6/30/2011	9/30/2011	12/31/2011		
23	34	0	0	0	2	25	-9

Report date: 12/31/2011				Creation date: 2/9/2012				1
Main number	Cap. date	Name		AssetClass	1000			
100332	1/1/2007	Land Aquisition at 2000 Musicland Dr.		Acq.value	687,822.00	Accum.dep.	0	Book val 687,822.00
AssetClass		1000 Land		687,822.00		0		687,822.00
Bal.sh.acctAPC		160000 LAND		687,822.00		0		687,822.00
Report date: 12/31/2011				Creation date: 2/9/2012				2
Main number	Cap. date	Name		AssetClass	1200			
100366	1/29/2008	Landscaping		Acq.value	52,767.97	Accum.dep.	-4,977.97	Book val 47,790.00
100441	11/10/2009	TREE INSTALLATION		5,687.05		-821.05		4,866.00
AssetClass		1200 Land Improvements		58,455.02		-5,799.02		52,656.00
Bal.sh.acctAPC		160005 LAND IMPROVEMENTS		58,455.02		-5,799.02		52,656.00
Report date: 12/31/2011				Creation date: 2/9/2012				3
Main number	Cap. date	Name		AssetClass	1100			
100347	1/29/2008	Dock Leveler Door 38		Acq.value	3,576.45	Accum.dep.	-336.45	Book val 3,240.00
100348	1/29/2008	Dock Leveler Door 39		3,576.45		-336.45		3,240.00
100349	1/29/2008	Reverse Osmosis Water Treatment		45,778.57		-4,319.57		41,459.00
100350	1/29/2008	Overhead Door 49 12X14		2,554.57		-241.57		2,313.00
100351	1/29/2008	Overhead Door 21 8X10		8,532.39		-805.39		7,727.00
100352	1/29/2008	Overhead Door 23 8X10		8,532.39		-805.39		7,727.00
100353	1/29/2008	Overhead Door 31 8X10		8,532.39		-805.39		7,727.00
100354	1/29/2008	Overhead Door 43 12X14		2,554.61		-240.61		2,314.00
100355	1/29/2008	Overhead Door 44 20X14		4,087.37		-386.37		3,701.00
100356	1/29/2008	Overhead Door 45 20X14		4,087.37		-386.37		3,701.00
100357	1/29/2008	Overhead Door 38 9'4X10		2,043.69		-191.69		1,852.00

100358	1/29/2008	Overhead Door 39 9'4X10	2,043.69	-191.69	1,852.00
100359	1/29/2008	Overhead Door 41 14'8X14	2,861.16	-269.16	2,592.00
100360	1/29/2008	Overhead Door 26 12X14	2,554.61	-240.61	2,314.00
100361	1/29/2008	Electrical	571,215.34	-53,888.34	517,327.00
100361	1/29/2008	Electrical	3,766.06	-355.06	3,411.00
100362	1/29/2008	Plumbing	177,883.45	-16,780.45	161,103.00
100363	1/29/2008	Phone/Data Wiring	21,945.10	-2,070.10	19,875.00
100364	1/29/2008	Fire Protection System	161,287.70	-15,216.70	146,071.00
100365	1/29/2008	Alarm/Camera System	70,813.72	-6,679.72	64,134.00
100365	1/29/2008	Alarm/Camera System	1,413.20	-134.2	1,279.00
100367	1/29/2008	Concrete and Pavement	238,916.09	-22,538.09	216,378.00
100367	1/29/2008	Concrete and Pavement	1,973.00	-187	1,786.00
100368	1/29/2008	Fencing	7,800.75	-734.75	7,066.00
100369	1/29/2008	HVAC RTU Unit 1	4,598.29	-434.29	4,164.00
100370	1/29/2008	HVAC RTU Unit 2	5,211.40	-490.4	4,721.00
100371	1/29/2008	HVAC RTU Unit 3 with Zone Control System	10,014.06	-945.06	9,069.00
100372	1/29/2008	HVAC RTU Unit 4	5,722.32	-540.32	5,182.00
100373	1/29/2008	HVAC RTU Unit 5	22,582.73	-2,129.73	20,453.00
100374	1/29/2008	HVAC RTU Unit 6	22,582.73	-2,129.73	20,453.00
100375	1/29/2008	HVAC RTU Unit 7 Add Humidity Control	27,487.58	-2,593.58	24,894.00
100376	1/29/2008	HVAC RTU Unit 8 Add Humidity Control	27,487.58	-2,593.58	24,894.00
100377	1/29/2008	HVAC RTU Unit 9 Add Humidity Control	22,582.73	-2,129.73	20,453.00
100378	1/29/2008	HVAC RTU Unit 10 Add Humidity Control	22,582.73	-2,129.73	20,453.00
100379	1/29/2008	HVAC RTU Unit 11 Add Humidity Control	7,970.38	-751.38	7,219.00
100380	1/29/2008	Building	2,773,585.56	-261,660.56	2,511,925.00
100380	5/31/2008	Building	408,145.80	-38,504.80	369,641.00
100380	1/29/2008	Building	2,135.00	-202	1,933.00
100381	1/29/2008	Cooling Water Tank (Outside)	23,502.39	-2,216.39	21,286.00
100382	1/29/2008	Cooling Water Tank Motor 1	5,211.40	-490.4	4,721.00
100383	1/29/2008	Cooling Water Tank Motor 2	5,211.40	-490.4	4,721.00
100384	1/29/2008	Cooling Water Tank Motor 3	5,211.40	-490.4	4,721.00
100385	1/29/2008	Cooling Water Tank Motor 4	5,211.40	-490.4	4,721.00
100386	1/29/2008	Water Softener System	3,576.45	-336.45	3,240.00
100387	1/29/2008	Air Compressor Tank	2,248.05	-212.05	2,036.00
100388	1/29/2008	Air Compressor Tank Motor 1	50,376.86	-4,751.86	45,625.00
100389	1/29/2008	Air Compressor Tank Motor 2	50,376.86	-4,751.86	45,625.00
100390	1/29/2008	Air Compressor Tank Dryer 1	8,890.03	-840.03	8,050.00
100391	1/29/2008	Air Compressor Tank Dryer 2	8,890.03	-840.03	8,050.00
100392	1/29/2008	Gas Unit Heater 45 MBH	919.66	-86.66	833
100393	1/29/2008	Gas Unit Heater 45 MBH	919.66	-86.66	833

100394	1/29/2008	Gas Unit Heater 75 MBH	1,021.84	-96.84	925
100395	1/29/2008	Gas Unit Heater 400 MBH	1,532.76	-145.76	1,387.00
100396	1/29/2008	Gas Unit Heater Hazmat Room	4,292.76	-405.76	3,887.00
100397	1/29/2008	2 Ton Condensing Roof Top Mounted Unit (IT Room)	2,452.42	-231.42	2,221.00
100398	1/29/2008	Main Electrical Distribution Panel	28,611.60	-2,699.60	25,912.00
100399	1/29/2008	225 KVA Transformer	12,670.85	-1,195.85	11,475.00
100400	1/29/2008	750 KVA Transformer	33,720.82	-3,179.82	30,541.00
100401	1/29/2008	500 KVA Transformer	27,589.76	-2,602.76	24,987.00
100402	1/29/2008	75 KVA Transformer	2,248.05	-212.05	2,036.00
100403	1/29/2008	45 KVA Transformer	1,553.20	-146.2	1,407.00
100404	1/29/2008	45 KVA Transformer	1,553.20	-146.2	1,407.00
100405	1/29/2008	45 KVA Transformer	1,553.20	-146.2	1,407.00
100406	1/29/2008	45 KVA Transformer	1,553.20	-146.2	1,407.00
100407	1/29/2008	Eye Wash Station	766.38	-71.38	695
100408	1/29/2008	EF-1 Wall Exhaust Fan with Wall Collar	512.97	-49.97	463
100409	1/29/2008	EF-2 Propeller Upblast Exhaust Fan	1,467.37	-138.37	1,329.00
100410	1/29/2008	EF-3 Wall Exhaust Fan with Wall Collar	512.97	-49.97	463
100411	1/29/2008	EF-4 Spark Resistant Upblast Exhaust Fan	2,391.11	-225.11	2,166.00
100412	1/29/2008	EF-5 Restroom Exhaust Fan	408.74	-38.74	370
100413	1/29/2008	EF-6 Restroom Exhaust Fan	408.74	-38.74	370
100414	1/29/2008	EF-7 Restroom Exhaust Fan	408.74	-38.74	370
100415	1/29/2008	EF-8 Propeller Upblast Exhaust Fan	1,467.37	-138.37	1,329.00
100416	1/29/2008	EF-9 Propeller Upblast Exhaust Fan	1,467.37	-138.37	1,329.00
100417	1/29/2008	EF-11 Exhaust Ventilator	2,069.23	-195.23	1,874.00
100418	1/29/2008	EF-12 Spark Resistant Upblast Exhaust Fan	822.58	-78.58	744
100419	1/29/2008	EF-13 Propeller Upblast Exhaust Fan	1,721.81	-161.81	1,560.00
100420	1/29/2008	EF-14 Propeller Upblast Exhaust Fan	1,471.45	-138.45	1,333.00
100421	1/29/2008	EF-15 Restroom Exhaust Fan	408.74	-38.74	370
100422	1/29/2008	EF-16 Wall Fan in Galvanized Enclosure w/ Weather	470.05	-45.05	425
100423	1/29/2008	Millwork	7,454.34	-704.34	6,750.00
100424	1/29/2008	Floor Covering	12,517.58	-1,180.58	11,337.00
100425	1/29/2008	40 Gallon Water Heater (1)	347.43	-34.43	313
100426	4/1/2008	40 Gallon Water Heater	347.43	-33.43	314
100427	4/1/2008	40 Gallon Water Heater	347.43	-33.43	314
100429	5/30/2008	Preperation and Installation	198,866.50	-18,230.50	180,636.00
100430	5/30/2008	Supervisor Training Fees	129,776.20	-11,894.20	117,882.00
100435	10/31/2008	Paging System	4,983.00	-405	4,578.00
100435	10/31/2008	Paging System	419	-33	386
100436	11/1/2008	Building Signs	3,469.70	-274.7	3,195.00
100436	11/1/2008	Building Signs	1,685.00	-134	1,551.00

100439	4/1/2009	Flooring upgrade	2,301.57	-158.57	2,143.00
AssetClass	1100	Buildings	5,391,209.06	-507,516.06	4,883,693.00
Bal.sh.acctAPC	160010	BUILDINGS	5,391,209.06	-507,516.06	4,883,693.00

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Main number		Cap. date	Name	AssetClass	Acq.value	Accum.dep.	Book val
				2000			
203449		4/1/2008	Dust Collectors		4,549.76	-1,420.76	3,129.00
203450		4/1/2008	Vertical CNC Drilling Machine		134,337.18	-41,981.18	92,356.00
203451		4/1/2008	Vertical CNC Drilling Machine		122,280.14	-38,212.14	84,068.00
203452		4/1/2008	Vertical CNC Drilling Machine		122,280.14	-38,212.14	84,068.00
203453		4/1/2008	Vertical CNC Drilling Machine		127,094.29	-39,716.29	87,378.00
203454		4/1/2008	Vertical CNC Drilling Machine		122,280.14	-38,212.14	84,068.00
203455		4/1/2008	Vertical CNC Drilling Machine		122,280.14	-38,212.14	84,068.00
203456		4/1/2008	Vertical CNC Drilling Machine		133,522.35	-41,726.35	91,796.00
203457		4/1/2008	Vertical CNC Drilling Machine		122,280.14	-38,212.14	84,068.00
203458		4/1/2008	Vertical CNC Drilling Machine		127,094.29	-39,716.29	87,378.00
203459		4/1/2008	Vertical CNC Drilling Machine		122,280.14	-38,212.14	84,068.00
203460		4/1/2008	CMM Equipment		131,293.00	-41,029.00	90,264.00
203461		4/1/2008	Microscope EDA58400		29,823.00	-9,319.00	20,504.00
203462		4/1/2008	Contamination Analyzer		63,495.75	-19,841.75	43,654.00
203463		4/1/2008	Contamination, Balance HA-200A		2,166.68	-676.68	1,490.00
203464		4/1/2008	Contamination Kit YC-100-22		2,440.82	-762.82	1,678.00
203465		4/1/2008	Roughness/Contour		63,450.00	-19,828.00	43,622.00
203466		4/1/2008	Roundness Tester		74,950.00	-23,422.00	51,528.00
203467		4/1/2008	Cylinder Bore Gauge Tester CCT-2		3,808.54	-1,189.54	2,619.00
203486		4/1/2008	Honing Machine		153,595.06	-47,999.06	105,596.00
203487		4/1/2008	Paint Booth		494,321.03	-154,475.03	339,846.00
203488		4/1/2008	Kanban Writer		3,197.58	-998.58	2,199.00
203489		4/1/2008	Test Machine, Leakage Tester		469,509.87	-146,721.87	322,788.00
203490		4/1/2008	Test Machine, Performance Tester		430,438.75	-134,512.75	295,926.00
203491		4/1/2008	SS-01 Air Leakage Tester		7,996.34	-2,498.34	5,498.00
203492		4/1/2008	CO2 Mag Mig FCAW		5,375.00	-1,680.00	3,695.00
203493		4/1/2008	Air Cutting Plasma System		3,500.00	-1,095.00	2,405.00

203493	4/1/2008	Air Cutting Plasma System	820	-255	565
203494	4/1/2008	NCV 1st Washing Machine	78,453.08	-24,517.08	53,936.00
203495	4/1/2008	NCV 2nd Washing Machine	50,175.01	-15,679.01	34,496.00
203496	4/1/2008	NCV 3rd Washing Machine	99,541.42	-31,106.42	68,435.00
203497	4/1/2008	Parts Washing Machine	61,454.32	-19,204.32	42,250.00
203498	4/1/2008	Parts Washing Machine	69,519.18	-21,724.18	47,795.00
203499	4/1/2008	Washing Machine, Hot Air	55,407.15	-17,314.15	38,093.00
203500	4/1/2008	Oil Draining Machine	23,978.37	-7,493.37	16,485.00
203501	4/1/2008	Andon	15,518.85	-4,848.85	10,670.00
203502	4/1/2008	Andon Display	15,250.64	-4,765.64	10,485.00
203503	4/1/2008	Vertical band Saw	2,628.00	-821	1,807.00
203504	4/1/2008	Deburring Work Bench	4,753.70	-1,484.70	3,269.00
203505	4/1/2008	Material Rack	6,815.16	-2,130.16	4,685.00
203506	4/1/2008	Measurement Work Bench	4,169.18	-1,302.18	2,867.00
203654	10/31/2008	Wildcat Pump System	5,809.68	-1,572.68	4,237.00
203719	4/1/2009	Lawnmower	3,128.68	-2,867.68	261
203749	9/15/2009	Nikon Component Microscope	3,931.90	-764.9	3,167.00
204001	4/1/2011	Shrink Wrap System with Photo-Eye	5,723.37	-357.37	5,366.00
204006	6/17/2011	Laser Head for QA Measurement	5,382.40	-261.4	5,121.00
204007	6/17/2011	Display Unit for QA Measurement	2,585.30	-125.3	2,460.00
204008	6/17/2011	Adjustable Workstage for QA Measurement	2,382.40	-115.4	2,267.00
204009	6/17/2011	Bore Scope Units for Inspection	5,470.00	-266	5,204.00
204031	8/11/2011	C-JAGUAR M100 CENTRIFUGAL FILTRATION SYSTEM	12,000.00	-417	11,583.00
204102	12/12/2011	Expander Sealing Plug Press Assembly	0	0	0
AssetClass	2000	Machinery	3,734,537.92	-1,159,276.92	2,575,261.00
Bal.sh.acctAPC	160020	MACHINES&TECH.EQUIP	3,734,537.92	-1,159,276.92	2,575,261.00

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Main number	Cap. date	Name	Acq.value	Accum.dep.	Book val
203468	4/1/2008	BV-01 Vertical machining Center	312,351.10	-234,263.10	78,088.00
203469	4/1/2008	BV-05 Vertical machining Center	313,643.02	-235,232.02	78,411.00
203470	4/1/2008	BV-09 Vertical machining Center	316,339.08	-237,254.08	79,085.00
203471	4/1/2008	BV-12 Vertical machining Center	311,537.42	-233,653.42	77,884.00

203472	4/1/2008	Bench Grinders	1,943.00	-1,457.00	486
203473	4/1/2008	Sub Assembly Work Table	146,164.57	-109,623.57	36,541.00
203474	4/1/2008	Tool Preseter	83,991.53	-62,993.53	20,998.00
203475	4/1/2008	Picking Rack	223,677.45	-167,758.45	55,919.00
203476	4/1/2008	ZC-13A Assembly Cell Unit A	38,831.23	-29,123.23	9,708.00
203477	4/1/2008	Assembly Cell Unit B	38,831.23	-29,123.23	9,708.00
203478	4/1/2008	Hole Location Gauge	6,977.61	-5,233.61	1,744.00
203479	4/1/2008	Hole Location Gauge	6,083.01	-4,562.01	1,521.00
203480	4/1/2008	Special gauge	3,680.44	-2,760.44	920
203481	4/1/2008	Housing Work Table	17,405.83	-13,053.83	4,352.00
203482	4/1/2008	Final Assembly Table, Wiring	5,361.92	-4,020.92	1,341.00
203483	4/1/2008	Torque Tester Stand	4,390.54	-3,292.54	1,098.00
203484	4/1/2008	Repair Work Table	15,237.55	-11,428.55	3,809.00
203485	4/1/2008	Tool Holder	111,882.28	-83,911.28	27,971.00
203655	10/31/2008	Assy Work Station Test Booth	21,185.67	-13,770.67	7,415.00
203655	10/31/2008	Assy Work Station Test Booth	1,544.63	-1,004.63	540
AssetClass 2100 Tools and Dies			1,981,059.11	-1,483,520.11	497,539.00
Bal.sh.acctAPC 160025 TOOLS AND DIES			1,981,059.11	-1,483,520.11	497,539.00

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Main number		Cap. date	Name	Acq.value	Accum.dep.	Book val
500006		3/17/2008	2008 SIENNA XLE	31,264.79	-23,969.79	7,295.00
500011		9/7/2011	2011 TOYOTA PRIUS 4 DR HB II	28,945.35	-1,929.35	27,016.00
500012		9/7/2011	2011 TOYOTA PRIUS 3 DR LB AT	28,918.88	-1,927.88	26,991.00
500014		11/22/2011	2011 LEXUS GS 350	54,786.50	-1,826.50	52,960.00
AssetClass 3100 Vehicles				143,915.52	-29,653.52	114,262.00

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AssetClass	3110
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Main number	Cap. date	Name	Acq.value	Accum.dep.	Book val
500007	4/1/2008	AGV	9,215.25	-6,911.25	2,304.00
500008	4/1/2008	Toyota Fork Lift	30,171.00	-22,628.00	7,543.00
500009	4/1/2008	Hawker Fork Truck Battery and Charger	6,582.00	-4,936.00	1,646.00
500010	9/30/2008	AGV for Final Inspection Area	5,387.63	-3,591.63	1,796.00
500013	9/1/2011	AUTOMATIC GUIDED VEHICLE	5,483.64	-365.64	5,118.00
AssetClass		3110 Shop Trucks	56,839.52	-38,432.52	18,407.00
Bal.sh.acctAPC		160040 VEHICLE & DELIV.EQUI	200,755.04	-68,086.04	132,669.00

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AssetClass		3020			
Main number	Cap. date	Name	Acq.value	Accum.dep.	Book val
300393	2/12/2008	KRONOS TIME CLOCK	3,478.60	-2,720.60	758
300394	3/31/2008	KYOCERA KM 3225 COLOR COPIER	9,687.00	-7,426.00	2,261.00
300402	5/30/2008	Cordless Scanner	2,306.14	-1,691.14	615
300403	5/30/2008	HP ProLiant DL380 G	6,957.55	-5,102.55	1,855.00
AssetClass		3020 Office Equipment	22,429.29	-16,940.29	5,489.00
Bal.sh.acctAPC		160050 OFFICE EQUIPMENT	22,429.29	-16,940.29	5,489.00

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AssetClass		3000			
Main number	Cap. date	Name	Acq.value	Accum.dep.	Book val
300395	4/8/2008	Office Furniture	40,424.67	-21,655.67	18,769.00
300411	10/31/2008	Office Furniture	2,000.00	-929	1,071.00
AssetClass		3000 Furniture	42,424.67	-22,584.67	19,840.00

AssetClass 3010				
Main number	Cap. date	Name	Acq.value	Accum.dep. Book val
300391	1/30/2008	Window Treatments	2,209.00	-1,263.00 946
300392	2/26/2008	ALUMINUM BLINDS & INSTALLATION	2,662.20	-1,488.20 1,174.00
300396	4/1/2008	Conveyor System	12,930.43	-6,926.43 6,004.00
300397	4/1/2008	Tool Cabinet	2,292.59	-1,228.59 1,064.00
300398	4/1/2008	Casting Rack	1,842.85	-986.85 856
300399	4/1/2008	Rack	53,079.93	-28,435.93 24,644.00
300400	4/1/2008	Wide cabinet, tool crib	9,223.59	-4,941.59 4,282.00
300404	5/30/2008	Shelving for Tool Crib	8,234.48	-4,312.48 3,922.00
300406	6/30/2008	Containers and Totes for Shipping Area	5,254.30	-2,690.30 2,564.00
300407	8/31/2008	SHELVING FOR TOOL CRIB AREA	6,864.32	-3,350.32 3,514.00
300408	8/31/2008	SHELVING AND RACKS FOR WAREHOUSE	6,693.32	-3,266.32 3,427.00
300415	4/1/2009	Nico Pipe Shelving	67,946.54	-26,693.54 41,253.00
300427	5/20/2011	Smoking Shelter	7,272.00	-693 6,579.00
AssetClass 3010 Fixtures 186,505.55 -86,276.55 100,229.00				
Bal.sh.acctAPC	160060	FURNITURE & FIXTURES	228,930.22	-108,861.22 120,069.00

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AssetClass 3200				
Main number	Cap. date	Name	Acq.value	Accum.dep. Book val
600785	3/31/2008	Kronos Time Clock System	5,208.50	-4,986.50 222
600786	3/31/2008	CISCO IP PHONE EQUIPMENT	36,225.39	-34,716.39 1,509.00
AssetClass	3200	Hardware	41,433.89	-39,702.89 1,731.00

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AssetClass				
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3210

Main number	Cap. date	Name	Acq. value	Accum. dep.	Book val
600800	11/30/2008	Desktop for IHC	1,367.45	-1,367.45	0
AssetClass	3210	Personal Computers	1,367.45	-1,367.45	0
Bal.sh.acctAPC	160070	COMPUTER HARDWARE	42,801.34	-41,070.34	1,731.00

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3220

Main number	Cap. date	Name	Acq. value	Accum. dep.	Book val
600790	5/30/2008	PC System Software	254,392.83	-254,392.83	0
600790	5/30/2008	PC System Software	79,553.81	-79,553.81	0
AssetClass	3220	Software - SOP 98	333,946.64	-333,946.64	0
Bal.sh.acctAPC	160080	SOFTWARE	333,946.64	-333,946.64	0

Bal.sheetitem	30	Fixed Assets	12,681,945.64	-3,725,016.64	8,956,929.00
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4000

Main number	Cap. date	Name	Acq. value	Accum. dep.	Book val
2	9/25/2007	Equipment and Robots	0	0	0
3	6/18/2007	MAIN BUILDING	0	0	0
AssetClass	4000	CIP	0	0	0
Bal.sh.acctAPC	160090	CONSTRUCTION IN PROG	0	0	0

Bal.sheetitem 31 Construction in Process

BusinessArea

12,681,945.64 -3,725,016.64 8,956,929.00

CompanyCode

TN09

IHEC

12,681,945.64 -3,725,016.64 8,956,929.00