



CITY OF FRANKLIN

COMMUNITY DEVELOPMENT DEPARTMENT

Memorandum

To: City of Franklin Economic Development Commission

From: Krista Linke, Community Development Director

Date: April 2, 2013

Re: Case C 2013-33: 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 2012:

	Estimated on SB-1	Actual in 2012	Difference
New Employees	23	23	0
Salaries	\$920,000	\$954,000	\$34,000
Average Hourly Wage	\$19.23	\$19.94	\$0.71
Personal Property Improvements	\$1,500,000	\$1,469,892	-\$30,108

3. The average hourly wage is still higher than estimated on their SB-1 Form, but it is lower than what was report in 2011 (\$21.89 / \$1,047,000 total salaries). They have met their number of new employees.
4. The company has closely 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. This should be the final compliance review.

Staff Recommendation:

Approval



February 20, 2013

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 black ink, appearing to read "Lindy Rigdon".

Lindy Rigdon
Accounting Manager
NSK Precision America 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 NSK Precision America								
Address of taxpayer (number and street, city, state, and ZIP code) P.O. Box 134007, Ann Arbor MI 48113								
Name of contact person Robert 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	DLGF taxing district number					
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, abrasive linear guide rail cutting saw		Estimated starting date (month, day, year) 01/01/2005 Estimated completion date (month, day, year) 05/31/2005						
SECTION 3		EMPLOYEES AND SALARIES						
EMPLOYEES AND SALARIES		AS ESTIMATED ON SB-1	ACTUAL					
Current number of employees		23.00	23					
Salaries		920,000.00	954,000.00					
Number of employees retained		23.00	23					
Salaries		920,000.00	954,000.00					
Number of additional employees								
Salaries								
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	20,436,000.00	6,133,000.00						
Plus: Values of proposed project	1,500,000.00	450,000.00						
Less: Values of any property being replaced								
Net values upon completion of project	21,936,000.00	6,583,000.00						
ACTUAL	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Values before project	20,436,000.00	6,133,000.00						
Plus: Values of proposed project	1,469,892.00	440,968.00						
Less: Values of any property being replaced								
Net values upon completion of project	21,905,892.00	6,573,968.00						
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 Accounting Manager	Date signed (month, day, year) 2/20/13					