



CITY OF FRANKLIN

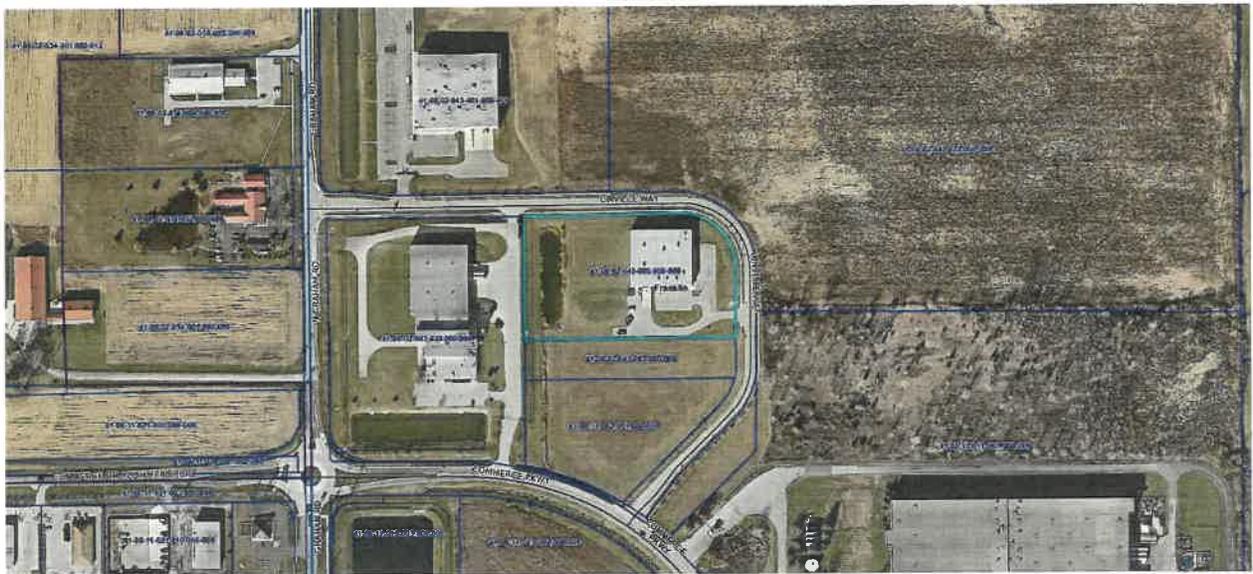
DEPARTMENT OF COMMUNITY DEVELOPMENT

Staff Report

To: Economic Development Commission Members
From: Dana Monson, Community Development Specialist
Date: March 11, 2025
Re: Case EDC 2025-01 – Airtomic

Case EDC 2025-01 – Airtomic: A request for a 10-year tax abatement on \$2,000,000 in real property and a 10-year abatement on \$1,000,000 in personal property capital investment.

Location: 75 Linville Way – 41-08-002-043-005.000-009



Summary:

- Characteristics of this location:**
The company purchased the lot in 2018 and built the original 30,000 sf facility. The company has quickly grown and is now in need of additional space.
- Characteristics of this petitioner:**
“Sargent Aerospace & Defense meets the complex, high-performance requirements of our customers by working within well-defined OEM and after-market specialty areas that directly contribute to the safe operation of countless commercial and military aircraft and rotorcraft, submarines, and land-based vehicles.” Founded in 1920, Sargent Aerospace & Defense is a premier global supplier of precision-engineered customized components as well as flight-critical aftermarket aviation services. Leveraging 90 years of expertise, Sargent directly contributes to the safe operation of countless commercial and military aircraft and rotorcraft, submarines, and land-based vehicles.

Sargent's continuing investment in people, assets, technology, and process quality ensures excellence and is integral to the company's commitment to customers and their end-users.

Today, Sargent performs critical functions on a variety of commercial and military aircraft, submarines, and land-based vehicles in operation worldwide, and our customer base includes some of the best-known names in aerospace and defense for both the OEM and MRO marketplaces.

3. Characteristics of this project:

Sargent Aerospace & Defense is planning to design and build an additional 20,000 sf for their continued growth. The company will hire an additional 27 people at an average wage of \$30-\$35 an hour.

4. Economic Revitalization Area (ERA):

This property has been previously designated an ERA through City Council Resolutions 2012-04 and 2012-05. However, this designation expired in 2012 and a new ERA will need to be executed.

5. ERA & Tax Abatements Findings (Real Property):

Indiana Code Section 6-1.1-12.1-3 states that the following findings must be made when considering an ERA designation and the granting of a tax abatement for real property:

- a. Whether the estimate of the value of the development or rehabilitation is reasonable for projects of that nature;
- b. Whether the estimate of the number of individuals who will be employed or whose employment will be retained can be reasonably expected to result from the proposed redevelopment or rehabilitation;
- c. Whether the estimate of annual salaries of those individuals who will be employed or whose employment will be retained can be reasonably expected to result from the proposed redevelopment or rehabilitation;
- d. Whether any other benefits about which information was requested are benefits that can be reasonably expected to result from the proposed redevelopment or rehabilitation; and
- e. Whether the totality of the benefits is sufficient to justify the tax abatement.

6. ERA & Tax Abatements Findings (Personal Property):

Indiana Code Section 6-1.1-12.1-4.5 states that the following findings must be made when considering an ERA designation and the granting of tax abatement for personal property:

- a. Whether the estimate of the cost of new manufacturing equipment is reasonable for equipment of that type;
- b. Whether the estimate of the number of individuals who will be employed or whose employment will be retained can be reasonably expected to result from the instillation of new manufacturing equipment;

- c. Whether the estimate of annual salaries of those individuals who will be employed or whose employment will be retained can be reasonably expected to result from the installation of the new manufacturing equipment;
- d. Whether any other benefits about which information was requested are benefits that can be reasonably expected to result from the installation of the new manufacturing equipment; and
- e. Whether the totality of the benefits is sufficient to justify the tax abatement.

7. City of Franklin "Tax Abatement Policy" criteria:

The "Tax Abatement Policy" section of the *City of Franklin Community Investment Incentives Summary* states that the Economic Development Commission shall use certain criteria when considering a request for tax abatement. A comparison of those criteria and this request follows:

- a. *Diversification of Local Occupations:* This project will add an additional 27 jobs with wages significantly higher than the current county average wage of \$22.00 an hour. These wages are \$30-\$35 an hour.
- b. *Diversification of Local Employment:* These are highly skilled jobs requiring specialized training which Airtomic will provide.
- c. *Increase in Local Salaries:* These wages are significantly higher than the current average wage of \$22.00 an hour.
- d. *Sustainable Land Use:* The petitioner proposes to make this investment in a lot created with the assistance of the Franklin Redevelopment Commission in the Franklin Business Park on Linville Way.
- e. *Future Community Investment:* The applicant should share with the EDC their plans for future community investment. The company has indicated on its application that they are not agreeable to the economic development fee. Abatements granted at the 10-year length are traditionally reserved for companies that are agreeable to the economic development fee. This should be discussed further with the Economic Development Commission members.
- f. *Conformance with the Comprehensive Plan:* The Comprehensive Plan - Land Use Map identifies this property as a Light Industrial Area. Light industrial areas include a variety of employment and production facilities. Uses in this area may include warehouses, distribution centers, assembly facilities, technology centers, research and manufacturing facilities, and professional offices. Light industrial areas are distinguished from manufacturing areas in that manufacturing areas focus on the manipulation of unfinished products and raw materials. Light Industrial facilities generally do not produce emissions of light, heat, sound, vibration, or odor and are completely contained within buildings. Some limited outdoor storage of finished products may occur. Light Industrial areas may also include facilities which are complimentary to their role as employment centers.

The property is zoned IL, Industrial: Light. The "IL," Industrial: Light zoning district is intended to provide locations for light production, assembly, warehousing, research and development facilities, and similar land uses. This district is intended to accommodate only industrial uses that

are completely contained within structures and do not involve the outdoor storage of materials or the release of potential environmental pollutants. This district should be used to support the industrial retention and expansion in Franklin.

8. Tax Abatement Duration:

The *City of Franklin Community Investment Incentives Summary* provides that longer periods of abatement on real and personal property may be considered for requests of an exceptional nature. The Summary states that development examples of an exceptional nature include projects that:

- a. Create a new plant or product line for an existing manufacturer;
- b. Creates substantial employment opportunities with higher than average wages;
- c. Increase substantially property values and the city tax base with minimal impact on city services (police & fire protection, schools, utilities, infrastructure, etc.); and
- d. Utilize existing public infrastructure (sanitary & storm sewer, roads & streets, drainage facilities, and other utilities).

9. Requested Effective Year:

The petitioner has requested that, if approved, the tax abatement be effective for the first year of the full increased assessed value.

Staff Comments:

The Mayor is supportive of this abatement application based on the company's relationship with the city and the growth the company has had since the move to this location. The Mayor is supportive of a 7-year real property abatement and a 5-year personal property abatement based on the investment amount.



CITY OF FRANKLIN

Community Development DEPARTMENT

Tax Abatement Application

Organization/Corporation Requesting Tax Abatement

Organization/Corporation Name: Airtomic LLC.

Primary Contact Name: Kyle Brown (Project Manager)

Contact Address: 75 Linville Way

City: Franklin State: IN Zip: 46131

Phone Number: (317) 738-0148 x 7233

Email: kbrown@sargentaerospace.com

Three possible dates before the EDC meeting to conduct a site visit: 3/5/25, 3/6/25, 3/7/25

Name of Owner: Roller Bearing Company of America Inc. (RBC)

Parent Company {If Applicable}: RBC Bearing Inc.

Primary Contact for Yearly Compliance Reports

Name: Mike Callaway

Title: General Manager

Address: 75 Linville Way

City: Franklin State: IN Zip: 46131

Phone Number: (317) 738-0148 x 4468

Email: mcallaway@rbcbearings.com

Description of Project

Project Location/Address: 75 Linville Way (Lot 2- Linville Business Park)

Parcel Number: 41-08-02-043-005.000-009

Brief Description of Project:
Expand the existing 30,000sqft manufacturing facility for "Airtomic" by an additional 20,000sqft. This will support the continued growth the "Airtomic" business has seen over the past 5 years.

Current Assessed Value (AV) of the Property:

1. Land \$1,000,000

2. Building \$5,000,000

3. Inventory \$10,000,000

4. Equipment \$2,000,000

Have building permits been applied for (if applicable): Yes No

Has equipment been installed (if applicable): Yes No

Required Attachments:

- | | |
|--|---|
| <input checked="" type="checkbox"/> Completed SB-1 Form(s) | <input checked="" type="checkbox"/> Summary of Benefits (if applicable) |
| <input checked="" type="checkbox"/> Legal Description of the Property | <input checked="" type="checkbox"/> Employment Phase-In Schedule |
| <input checked="" type="checkbox"/> Company Financial Statement if requested | <input checked="" type="checkbox"/> Company Investment Timetable |
| <input checked="" type="checkbox"/> Job and Wage Description Information Sheet | <input checked="" type="checkbox"/> Compliance Affidavit |

Type of Abatement Requested

Real Property

Personal Property

Length of Abatement Requested: 10 Years

Project Size (square feet): 20,000 Size of Site (acres): 5

Type of Building:

Multiple Tenants (leased) Single Tenant (leased) Owner Occupied Corporate Headquarters

Capital Investment

- 1. Real property capital investment only: \$2,000,000
- 2. Personal property capital investment only: \$1,000,000
- 3. Total capital investment for proposed project: \$3,000,000

Jobs Created and/or Retained

- 1. Estimated number of full time jobs created by the proposed project: 27
- 2. Estimated number of full time jobs retained as a direct result of the proposed project: 63
- 3. Total number of full time jobs upon project completion: 90

Wages Created and Retained

- 1. Average hourly wage rate for new jobs (w/o benefits): \$25-30/ hr
- 2. Average hourly wage rate for jobs retained (w/o benefits): \$30-35/ hr

***In addition to answering these questions, please fill out the Job and Wage Description for Tax Abatement Application information sheet and submit it with the application as an attachment.

Please explain why the abatement incentive is necessary to the project: Attach additional sheets as necessary.

Company Information

How long has the company been in existence?: Founded in 2004, in Franklin since 2006

Current address of company headquarters and duration at that address: One Tribology Center, Oxford CT 06478

Approximate percentage of employees at current location who live in the City of Franklin and/or Johnson County: 65%

Have you ever received tax abatement at your current location? Yes No

If yes, when and for what term? 2019 (10yr)

What specifically has the company done to give back to the community: Work directly with small local businesses included Hobson Tool and Machine as well as 3D Innovative supporting the growth of their business

While acting as a strong advocate for using economic incentives to help applicants expand and/or locate in the community, the City of Franklin also strives to enrich the quality of life for its citizens. To that end, the City embraces the use of voluntary economic development fees as allowed under Indiana law (IC 6-1.1-12.1-14). These fees are directed by the City to local nonprofit organizations to bolster their economic development efforts. The fee can be applied on both real and personal property abatements. The fee is collected annually by the County Treasurer as a special assessment on the tax bill and is distributed by the City to the designated economic development nonprofit organization. Typically, 2% is charged on Real Property and 5% is charged on Personal Property. The fee is a percentage of the abatement received. For example, instead of receiving 100% abatement in the first year, the company receives a 95% abatement, with the 5% difference going to support local economic development. More information can be found on the City's website (www.franklin.in.gov) under the Economic Development tab.

Is the company agreeable to the Economic Development Fee? Yes No

If yes, at what percent(s)? n/a

**JOB AND WAGE DESCRIPTION
FOR TAX ABATEMENT APPLICATION**

Please provide the following job and wage earning information that is associated with this Tax Abatement Petition (***Please specify all wages in an hourly format without benefits:***):

- (1) Company NAICS code: 334511.
- (2) The total number of jobs current at the site: 63, the number of those jobs that will be retained as a direct result of the proposed investment 63, and the number of new jobs which will be created as a direct result of the proposed investment 27.
- (3) The total number of full-time employees at the site: 90.
- (4) The total number of temporary and/or contract employees currently at the site: 0.
- (5) The average hourly wages for the new jobs: \$30/hr.
- (6) Will the new jobs being created begin as temporary and/or contract employees? Not Likely
If yes, please provide an explanation of the typical transition process to full time:
We have a dual recruiting process. Our HR manager prefers to find talent directly. However, we also partner with RHM staffing to help recruiting efforts. For professional/ exempt jobs, we do direct recruiting partnered with Elwood Staffing and Express Professionals.

(7) Number of new and/or retained jobs in:

- (a) Managerial/Professional Specialty Occ.: 9 Average Hourly Wage: \$50/hr
- (b) Technical/Sales/Admin. Support Occ.: 18 Average Hourly Wage: \$40/hr
- (c) Service Occ.: 18 Average Hourly Wage: \$28/hr
- (d) Precision Production/Craft/Repair Occ.: 4 Average Hourly Wage: \$35/hr
- (e) Operators/Fabricators/Laborers: 22 Average Hourly Wage: \$31/hr

Note: The total number of jobs specified above should correspond with the Statement of Benefits Form SB-1.

(8) **Attach detailed information on the types of benefits offered for new employees. A description of all possible bonuses and incentives should also be given if provided.**

EXHIBIT A

75 Linville Way – 41-08-002-043-005.000-009

Lot Numbered 2 in Replat Lot 2 Linville Business Park Secondary Plat, an Addition in Johnson County, Indiana, as per plat thereof, recorded August 6, 2019 in Plat Cabinet E, Slide 395 A & B, as Instrument Number 2019-016861, in the Office of the Recorder of Johnson County, Indiana.



**STATEMENT OF BENEFITS
REAL ESTATE IMPROVEMENTS**

State Form 51767 (R2 11-07)
Prescribed by the Department of Local Government Finance

20	PAY20
FORM SB-1 / Real Property	

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:

- This statement must be submitted to the body designating the Economic Revitalization Area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise this statement must be submitted to the designating body BEFORE the redevelopment or rehabilitation of real property for which the person wishes to claim a deduction. *Projects* planned or committed to after July 1, 1987, and areas designated after July 1, 1987, require a STATEMENT OF BENEFITS. (IC 6-1.1-12.1)
- Approval of the designating body (City Council, Town Board, County Council, etc.) must be obtained prior to initiation of the redevelopment or rehabilitation, BEFORE a deduction may be approved.
- To obtain a deduction, application Form 322 ERA/RE or Form 322 ERANBD, whichever is applicable, must be filed with the County Auditor by the later of: (1) May 10; or (2) thirty (30) days after the notice of addition to assessed valuation or new assessment is mailed to the property owner at the address shown on the records of the township assessor.
- Property owners whose Statement of Benefits was approved after June 30, 1991, must attach a Form CF-1/Real Property annually to the application to show compliance with the Statement of Benefits. [IC 6-1.1-12.1-5.1(b) and IC 6-1.1-12.1-5.3(j)]
- The schedules established under IC 6-1.1-12.1-4(d) for rehabilitated property and under IC 6-1.1-12.1-4.8(1) for vacant buildings apply to any statement of benefits approved on or after July 1, 2000. The schedules effective prior to July 1, 2000, shall continue to apply to a statement of benefits filed before July 1, 2000.

SECTION 1

TAXPAYER INFORMATION

Name of taxpayer
Airtomic LLC.

Address of taxpayer (number and street, city, state, and ZIP code)
75 Linville Way, Franklin IN 46131

Name of contact person Mike Callaway (General Manager)	Telephone number (317) 738-0148 x 4468	E-mail address mcallaway@rbcbearings.com
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SECTION 2

LOCATION AND DESCRIPTION OF PROPOSED PROJECT

Name of designating body Airtomic LLC.	Resolution number
Location of property 75 Linville Way, Lot 2- Linville Business Park	County: Johnson
Description of real property improvements, redevelopment, or rehabilitation (use additional sheets if necessary) Expand existing 30,000sqft manufacturing facility by 20,000sqft to support business growth.	DLGF taxing district number
	Estimated start date (month, day, year) March 10th, 2025
	Estimated completion date (month, day, year) August 29th, 2025

SECTION 3

ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT

Current number	Salaries	Number retained	Salaries	Number additional	Salaries

SECTION 4

ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT

NOTE: Pursuant to IC 6-1.1-12.1-5.1 (d) (2) the COST of the property is confidential.	REAL ESTATE IMPROVEMENTS	
	COST	ASSESSED VALUE
Current values		
Plus estimated values of proposed project	\$2,000,000	
Less values of any property being replaced		
Net estimated values upon completion of project	\$2,000,000	

SECTION 5

WASTE CONVERTED AND OTHER BENEFITS PROVIDED BY THE TAXPAYER

Estimated solid waste converted (pounds) <u>n/a</u>	Estimated hazardous waste converted (pounds) <u>n/a</u>
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Other benefits

SECTION 6

TAXPAYER CERTIFICATION

I hereby certify that the representations in this statement are true.

Signature of authorized representative

Date signed (month, day, year)

FOR USE OF THE DESIGNATING BODY

We have reviewed our prior actions relating to the designation of this Economic Revitalization Area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1, provides for the following limitations:

- A. The designated area has been limited to a period of time not to exceed _____ calendar years * (see below). The date this designation expires is _____
- B. The type of deduction that is allowed in the designated area is limited to:
 - 1. Redevelopment or rehabilitation of real estate improvements Yes No
 - 2. Residentially distressed areas Yes No
 - 3. Occupancy of a vacant building Yes No
- C. The amount of the deduction applicable is limited to \$ _____
- D. Other limitations or conditions (specify) _____
- E. The deduction is allowed for _____ years* (see below).

We have also reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved (signature and title of authorized member of designating body)	Telephone number ()	Date signed (month, day, year)
Attested by (signature and title of attester)	Designated body	

* If the designating body limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under IC 6-1.12-12.1-4.

- A. For residentially distressed areas, the deduction period may not exceed five (5) years.
- B. For redevelopment and rehabilitation or real estate improvements:
 - 1. If the Economic Revitalization Area was designated prior to July 1, 2000, the deduction period is limited to three (3), six (6), or ten (10) years.
 - 2. If the Economic Revitalization Area was designated after June 20, 2000, the deduction period may not exceed ten (10) years.
- C. For vacant buildings, the deduction period may not exceed two (2) years.



**STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51764 (R / 1-06)
Prescribed by the Department of Local Government Finance

FORM SB-1 I PP

PRIVACY NOTICE

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

INSTRUCTIONS:

1. This statement must be submitted to the body designating the Economic Revitalization Area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise this statement must be submitted to the designating body BEFORE a person installs the new manufacturing equipment and/or research and development equipment, and/or logistical distribution equipment and/or information technology equipment for which the person wishes to claim a deduction. "Projects" planned or committed to after July 1, 1987, and areas designated after July 1, 1987, require a STATEMENT OF BENEFITS. (IC 6-1.1-12.1)
2. Approval of the designating body (City Council, Town Board, County Council, etc.) must be obtained prior to installation of the new manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment, BEFORE a deduction may be approved
3. To obtain a deduction, a person must file a certified deduction schedule with the person's personal property return on a certified deduction schedule (Form 103-ERA) with the township assessor of the township where the property is situated. The 103-ERA must be filed between March 1 and May 15 of the assessment year in which new manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment is installed and fully functional, unless a filing extension has been obtained. A person who obtains a filing extension must file the form between March 1 and the extended due date of that year.
4. Property owners whose Statement of Benefits was approved after June 30, 1991, must submit Form CF-1 I PP annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)
5. The schedules established under IC 6-1.1-12.1-4.5(d) and (e) apply to equipment installed after March 1, 2001. For equipment installed prior to March 2, 2001, the schedules and statutes in effect at the time shall continue to apply. (IC 6-1.1-12.1-4.5(f) and (g))

SECTION 1

TAXPAYER INFORMATION

Name of taxpayer

Airtomic LLC.

Address of taxpayer (number and street, city, state, and ZIP code)

75 Linville Way, Franklin IN 46131

Name of contact person

Mike Callaway (General Manager)

Telephone number

(317) 738-0148 x 4468

ON 2

LOCATION AND DESCRIPTION OF PROPOSED PROJECT

Name of designating body

Airtomic LLC.

Resolution number (s)

Location of property

75 Linville Way, Lot 2- Linville Business Park

County

Johnson

DLGF taxing district number

Description of manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment. (use additional sheets if necessary)

Airtomic will be investing in additional Quality Inspection equipment such as micrometers, calipers, potential CMM vector machine. Manufacturing equipment could include pneumatic grinding hand tools, pedestal grinders and sanders and saws, tube bending equipment. R&D could include testing equipment to support our qualification testing of our PMA units or military build to print contracts. IT equipment would include better Wifi capabilities as well as data network lines.

ESTIMATED

START DATE COMPLETION DATE

Manufacturing Equipment	Aug 2025	Dec 2028
R & D Equipment	June 2026	Dec 2028
Logist Dist Equipment	n/a	n/a
IT Equipment	Sept 2025	Dec 2025

SECTION 3

ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT

Current number	Salaries	Number retained	Salaries	Number additional	Salaries

SECTION 4

ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT

NOTE: Pursuant to IC 6-1.1-12.1-5.1 (d) (2) the COST of the property is confidential.	MANUFACTURING EQUIPMENT		R & D EQUIPMENT		LOGIST DIST EQUIPMENT		IT EQUIPMENT	
	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Current values								
Plus estimated values of proposed project	\$500,000	\$375,000	\$100,000	\$75,000			\$50,000	\$0
Less values of any property being replaced								
Net estimated values upon completion of project								

SECTION 5

WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER

Estimated solid waste converted (pounds) _____ Estimated hazardous waste converted (pounds) _____

Other benefits: _____

SECTION 6

TAXPAYER CERTIFICATION

I hereby certify that the representations in this statement are true.

Signature of authorized representative

Date signed (month, day, year)

FOR USE OF THE DESIGNATING BODY

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2.

A. The designated area has been limited to a period of time not to exceed _____ calendar years* (see below). The date this designation expires is _____

B. The type of deduction that is allowed in the designated area is limited to:

- | | | |
|--|------------------------------|-----------------------------|
| 1. Installation of new manufacturing equipment; | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 2. Installation of new research and development equipment; | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 3. Installation of new logistical distribution equipment. | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 4. Installation of new information technology equipment; | <input type="checkbox"/> Yes | <input type="checkbox"/> No |

C. The amount of deduction applicable to new manufacturing equipment is limited to \$ _____ cost with an assessed value of \$ _____

D. The amount of deduction applicable to new research and development equipment is limited to \$ _____ cost with an assessed value of \$ _____

E. The amount of deduction applicable to new logistical distribution equipment is limited to \$ _____ cost with an assessed value of \$ _____

F. The amount of deduction applicable to new information technology equipment is limited to \$ _____ cost with an assessed value of \$ _____

G. Other limitations or conditions (specify) _____

H. The deduction for new manufacturing equipment and/or new research and development equipment and/or new logistical distribution equipment and/or new information technology equipment installed and first claimed eligible for deduction on or after July 1, 2000, is allowed for:

- | | | |
|-------------------------------------|--------------------------------------|---|
| <input type="checkbox"/> 1 year | <input type="checkbox"/> 6 years | ** For ERA's established prior to July 1, 2000, Qilly_a
5 or 10 year schedule may be deducted. |
| <input type="checkbox"/> 2 years | <input type="checkbox"/> 7 years | |
| <input type="checkbox"/> 3 years | <input type="checkbox"/> 8 years | |
| <input type="checkbox"/> 4 years | <input type="checkbox"/> 9 years | |
| <input type="checkbox"/> 5 years ** | <input type="checkbox"/> 10 years ** | |

Also we have reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved: (signature and title of authorized member)	Telephone number ()	Date signed (month, day, year)
Attested by:	Designated body	

* If the designating body limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under IC 6-1.1-12.1-4.5

Company Investment Timetable

	Buildings	Equipment Type 1	Equipment Type 2	Equipment Type 3
Year of Abatement- 2025				
1st Quarter	\$50,000.00			
2nd Quarter	\$1,800,000.00			
3rd Quarter	\$150,000.00	\$200,000.00	\$200,000.00	\$200,000.00
4th Quarter				
Year of Abatement- 2026				
1st Quarter				
2nd Quarter				
3rd Quarter				
4th Quarter				
Year of Abatement- 2027				
1st Quarter				
2nd Quarter				
3rd Quarter				
4th Quarter				
Total:	\$2,000,000.00	\$200,000.00	\$200,000.00	\$200,000.00

**EMPLOYMENT PHASE-IN SCHEDULE
JOB CREATION/RETENTION TIMETABLE**

Year of Abatement	Bench Mechanics	Welders	Supply Chain	Customer Service	Total
(2025)					
1st Quarter	1	1	1	1	4
2nd Quarter					
3rd Quarter					
4th Quarter	1				1
Year of Abatement (2026)					
1st Quarter	1			1	2
2nd Quarter		1			1
3rd Quarter					
4th Quarter					
Year of Abatement (2027)					
1st Quarter			1		2
2nd Quarter	1				1
3rd Quarter		1			1
4th Quarter	1				1
TOTAL	5	3	2	2	13

**ENVIRONMENTAL, LAND USE, AND
PERMITTING COMPLIANCE AFFIDAVIT**

I, ~~Robert Crawford~~, (representative) on behalf of ~~Sargent Aerospace & Defense, LLC~~ (company) represent that, except to the extent that the City of Franklin has been given written notice of any environmental, chemical, or waste hazards or violations prior to the date of this affidavit, the petition and project plan of ~~Sargent Aerospace & Defense, LLC~~ (company) does not contemplate, contain, nor anticipate:

- (1) any violation(s) of City of Franklin Municipal codes and/or ordinances;
- (2) any violation(s) of applicable zoning ordinances;
- (3) any violation(s) of site plan review and/or building permit requirements;
- (4) any violation(s) of federal or state laws, including but not limited to OSHA and ADA, and all other regulations regarding safety, land use, and access;
- (5) any violation(s) of federal or state laws, including but not limited to the creation, maintenance, utilization, control, handling, existence, and/or disposal of hazardous waste, chemicals, conditions, equipment, materials, entities, or components as defined under federal and/or state law.

Further, ~~Sargent Aerospace & Defense, LLC~~ (company) states that the construction and operation of the proposed facility will in no way result in any discharges which will result in interruptions, inconsistencies, or failures in the operation of the Franklin Wastewater Treatment facility. The petitioner understands that the violation of any element of this affidavit may result in the revocation of any tax abatements or other economic incentives which may have been granted by the City of Franklin.



Petitioner

2/28/2025

Date

STATE OF Connecticut
COUNTY OF New Haven

SS:

Subscribed and sworn to before me on this 28 Day of February, 2025.

My Commission Expires: _____

STARLA TODD
NOTARY PUBLIC
My Commission Expires:
SEPTEMBER 30, 2026



Notary Public



Indiana Tax Abatement Results

- Johnson County, FRANKLIN CITY FRANKLIN TWP
- Tax Rate (%): 2.8960
- Project Name: Airtomic

Real Property: **\$2,000,000**

	Abatement Percentage	With Abatement			Without Abatement			Estimated Tax Abatement Savings
		Property Taxes	Circuit Breaker Tax Credit	Net Property Taxes	Property Taxes	Circuit Breaker Tax Credit	Net Property Taxes	
Year 1	100	\$0	\$0	\$0	\$57,920	\$0	\$57,920	\$57,920
Year 2	85	\$8,688	\$0	\$8,688	\$57,920	\$0	\$57,920	\$49,232
Year 3	71	\$16,797	\$0	\$16,797	\$57,920	\$0	\$57,920	\$41,123
Year 4	57	\$24,906	\$0	\$24,906	\$57,920	\$0	\$57,920	\$33,014
Year 5	43	\$33,014	\$0	\$33,014	\$57,920	\$0	\$57,920	\$24,906
Year 6	29	\$41,123	\$0	\$41,123	\$57,920	\$0	\$57,920	\$16,797
Year 7	14	\$49,811	\$0	\$49,811	\$57,920	\$0	\$57,920	\$8,109
Totals		\$174,339	\$0	\$174,339	\$405,440	\$0	\$405,440	\$231,101



Personal Property: **\$1,000,000**

	Abatement Percentage	With Abatement			Without Abatement			Estimated Tax Abatement Savings
		Property Taxes	Circuit Breaker Tax Credit	Net Property Taxes	Property Taxes	Circuit Breaker Tax Credit	Net Property Taxes	
Year 1	100	\$0	\$0	\$0	\$11,584	\$0	\$11,584	\$11,584
Year 2	80	\$3,244	\$0	\$3,244	\$16,218	\$0	\$16,218	\$12,974
Year 3	60	\$4,865	\$0	\$4,865	\$12,163	\$0	\$12,163	\$7,298
Year 4	40	\$5,560	\$0	\$5,560	\$9,267	\$0	\$9,267	\$3,707
Year 5	20	\$6,950	\$0	\$6,950	\$8,688	\$0	\$8,688	\$1,738
Totals		\$20,620	\$0	\$20,620	\$57,920	\$0	\$57,920	\$37,300

AIRTOMIC

20,000 Sf addition to facility

1 parcel of 5 acres

	AV	Taxes Due	Abatement %	Taxes Paid	Current Assessed Value (Farmland): \$2,373,100
2024 Pay 2025	\$2,373,100	\$28,445.00	0%	\$28,445.00	\$28,445.00
2025 Pay 2026	\$4,373,100	\$57,920.00	100%	\$0.00	Year 1 \$28,445.00
2026 Pay 2027	\$4,373,100	\$57,920.00	85%	\$21,720.00	Year 2 \$28,445.00
2027 Pay 2028	\$4,373,100	\$57,920.00	71%	\$41,992.00	Year 3 \$28,445.00
2028 Pay 2029	\$4,373,100	\$57,920.00	57%	\$62,264.00	Year 4 \$28,445.00
2029 Pay 2030	\$4,373,100	\$57,920.00	43%	\$82,536.00	Year 5 \$28,445.00
2030 Pay 2031	\$4,373,100	\$57,920.00	29%	\$102,808.00	Year 6 \$28,445.00
2031 Pay 2032	\$4,373,100	\$57,920.00	14%	\$124,528.00	Year 7 \$28,445.00
2032 Pay 2033	\$4,373,100	\$57,920.00	0%	\$144,800.00	Year 8 \$28,445.00
2033 Pay 2034	\$4,373,100	\$57,920.00	0%	\$144,800.00	Year 9 \$28,445.00
2034 Pay 2035	\$4,373,100	\$57,920.00	0%	\$144,800.00	Year 10 \$28,445.00
				\$870,248.00	\$284,450.00
		Year 11	0%	\$144,800.00	Year 11 \$28,445.00
		Year 12	0%	\$144,800.00	Year 12 \$28,445.00
		Year 13	0%	\$144,800.00	Year 13 \$28,445.00
		Year 14	0%	\$144,800.00	Year 14 \$28,445.00
		Year 15	0%	\$144,800.00	Year 15 \$28,445.00
		Year 16	0%	\$144,800.00	Year 16 \$28,445.00
		Year 17	0%	\$144,800.00	Year 17 \$28,445.00
		Year 18	0%	\$144,800.00	Year 18 \$28,445.00
		Year 19	0%	\$144,800.00	Year 19 \$28,445.00
		Year 20	0%	\$144,800.00	Year 20 \$28,445.00
		Taxes PAID over 20 years:		\$2,318,248.00	\$568,900.00 :Taxes PAID over 20 ye without any developm
				\$2,318,248.00	
				\$568,900.00	
				Difference:	
				\$1,749,348.00	