



CITY OF FRANKLIN

Community Development Department

Memorandum

To: City of Franklin Economic Development Commission
From: Dana Monson, Community Development Department
Date: April 15, 2025
Re: Case C 2025-32: NSK Corporation (22-08)

Summary:

1. On May 16th 2022, the Franklin Common Council passed Resolution No. 2022-08, approving a 10-year tax abatement with a 5% economic development fee on personal property for NSK Corporation, located at 3400 Bearing Drive.
2. Actual and estimated benefits, as projected for 2024:

	Estimated on SB-1	Actual in 2024	Difference
Employees Retained	215	215	0
Salaries	\$8,944,000	\$13,311,258.45	+\$4,367,258.45
New Employees	13	38	+25
Salaries	\$540,800	\$2,352,687	+\$1,811,888
Total Employees	228	253	+25
Total Salaries	\$9,484,800	\$15,663,948.97	\$6,179,148
Average Hourly Salaries	\$20.00	\$29.77	+\$9.77
Real Property Improvements	\$28,654,000	\$8,033,403.20	-\$20,620,597

3. The company has begun the project but has not yet fully completed the renovations. They do expect to complete this year, and the full line will be running. In 2024, they continued their investment and will continue into 2025.
4. The company has hired more employees than anticipated with higher wages.
5. The abatement will expire in 2033 and pay in 2034. The final compliance report will be due in 2033.

Staff Recommendation: Approval

NSK Corporation
3400 Bearing Dr
Franklin, IN 46131

March 14, 2025

Mrs. Dana Monson, Community Development Specialist
Dept. of Planning & Economic Development
70 E. Monroe Street
Franklin, IN 46131

Re: Tax Abatement Compliance for NSK Corporation

Dear Mrs. Monson:

Enclosed please find Forms CF-1 (Compliance with Statement of Benefits) regarding compliance with the real and personal property tax abatements which were granted to NSK Corporation in 2010, 2013, 2016 and 2022 under Franklin Common Council Resolution numbers 13-20, 16-19, 2022-07 and 2022-08.

Per our supporting documentation, previous conversations, and previous years' compliance packet letters regarding Resolution 13-20, we did not meet our original capital expenditures target of \$20m. We had a substantially smaller investment, some of which was due to business we did not win, and some of which was canceled due to changes in business plans at global headquarters due to lost business and significant currency fluctuations between the US dollar and the Japanese Yen. We do have additional capital expenditures not yet placed in service to be reflected in future periods.

Regarding Resolution 16-19, NSK has achieved the full amount of capital investments projected under Resolution 16-19.

Resolution 2022-07 and 2022-08 are in the early stages of making the capital investments and job creations but are still on track to meet the requirements.

Please review the enclosed documents, and if you have any questions or concerns regarding this matter, please feel free to contact me.

Sincerely,



Kyle VanWambeke
Advantax
630-444-2777

Enclosures

**COMPLIANCE WITH STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51765 (R4 / 11-16)

Prescribed by the Department of Local Government Finance

FORM CF-1 / PP**PRIVACY NOTICE**This form contains information
confidential pursuant to
IC 6-1.1-35-9 and IC 6-1.1-12.1-5.6.

- 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 January 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 January 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 Corporation		County Johnson
Address of taxpayer (number and street, city, state, and ZIP code)	PO Box 134007, Ann Arbor, MI 48113-4007		DLGF taxing district number
Name of contact person	Amy Miller		Telephone number (734) 913-7597

SECTION 2		LOCATION AND DESCRIPTION OF PROPERTY	
Name of designating body	The City of Franklin Common Council	Resolution number	2022-08
Location of property	3400 Bearing Drive, Franklin, IN 46131		Estimated start date (month, day, year) 5/1/2022
Description of new manufacturing equipment, or new research and development equipment, or new information technology equipment, or new logistical distribution equipment to be acquired.	Investments in real property improvements and personal property (machinery & equipment/tooling) will be made from 2022-2026		Actual start date (month, day, year)
			Estimated completion date (month, day, year) 3/1/2026
			Actual completion date (month, day, year)

SECTION 3				EMPLOYEES AND SALARIES			
EMPLOYEES AND SALARIES				AS ESTIMATED ON SB-1		ACTUAL	
Current number of employees				215		253	
Salaries				8,944,000.00		15,663,948.97	
Number of employees retained				215		253	
Salaries				8,944,000.00		15,663,948.97	
Number of additional employees				13		38	
Salaries				540,800.00		6,719,948.97	

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			28,654,000.00	8,596,200.00								
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			8,033,403.20	2,410,020.96								
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(c).

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)			
	Tax Agent	3/28/2025			

NSK Corporation
3400 Bearing Dr
Franklin, IN 46131

March 14, 2025

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Dept. of Planning & Economic Development
70 E. Monroe Street
Franklin, IN 46131

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Per our supporting documentation, previous conversations, and previous years' compliance packet letters regarding Resolution 13-20, we did not meet our original capital expenditures target of \$20m. We had a substantially smaller investment, some of which was due to business we did not win, and some of which was canceled due to changes in business plans at global headquarters due to lost business and significant currency fluctuations between the US dollar and the Japanese Yen. We do have additional capital expenditures not yet placed in service to be reflected in future periods.

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Sincerely,



Kyle VanWambeke
Advantax
630-444-2777

Enclosures

Company Name	Site Code	Asset #	Asset Description	Acq Date	Cost	Asset Category
NSK Corporation	2022-08	130512	LIDKOPING GRINDER 660-S	1/1/1994	527,432.00	Machinery & Equipment
NSK Corporation	2022-08	145811	3C4 2 Spindle Super Finish Machine (EQPT) (NSK-FR)	8/1/2022	361,324.30	Machinery & Equipment
NSK Corporation	2022-08	154766	Franklin Hub Plant - LU300 Lathe Replacement #2 -	9/1/2024	273,616.35	Machinery & Equipment
NSK Corporation	2022-08	152694	FR Hub Plant - LU300 Lathe Replacement (FRK) (FAC)	10/29/2023	268,069.16	Machinery & Equipment
NSK Corporation	2022-08	152762	Electrical Gear Distribution (FRK) (2022)	7/1/2024	254,920.00	Machinery & Equipment
NSK Corporation	2022-08	125869	MATERIAL HANDLING--CL660-S	1/1/1994	252,217.00	Machinery & Equipment
NSK Corporation	2022-08	151569	Franklin Plant Hub 3 3C6 Line Auto Loading Robots	2/1/2024	248,401.68	Machinery & Equipment
NSK Corporation	2022-08	160463	Hub 3 Loading (3C2) (CORP) (FRK) (2024)	5/31/2024	247,077.34	Machinery & Equipment
NSK Corporation	2022-08	152180	Toyota Camry 57BWKH16 (NOTL) (2022)	4/30/2024	216,620.02	Molds, Dies, Jigs & Tools
NSK Corporation	2022-08	151698	Toyota Camry 59BWKH24 (NOTL) (2022)	4/30/2024	215,291.46	Molds, Dies, Jigs & Tools
NSK Corporation	2022-08	152697	Hitachi Transformer Upgrade (FAC) (NSK-FRK) (2022)	7/1/2024	214,715.49	Machinery & Equipment
NSK Corporation	2022-08	151404	#2 Ball Insertion Machine (2022)	9/1/2023	182,389.02	Machinery & Equipment
NSK Corporation	2022-08	150588	Laser Marking Machine (NSK-FRK)(EQPT) (2022)	9/1/2023	165,492.95	Machinery & Equipment
NSK Corporation	2022-08	160366	Hub 3 Inspection Improvements (Encoder Measuring	5/17/2024	152,836.04	Machinery & Equipment
NSK Corporation	2022-08	160370	3C7 Flange Runout (LRO)(FRK) (EQPT) (2023)	4/30/2024	147,508.00	Machinery & Equipment
NSK Corporation	2022-08	151291	High Pressure Coolant (FRK) (2022) (EQPT)	4/1/2023	141,329.71	Machinery & Equipment
NSK Corporation	2022-08	151371	V5C Loader (FRK) (2022) (EQPT)	7/1/2024	133,107.21	Machinery & Equipment
NSK Corporation	2022-08	150946	Franklin Hub Outer Ring Automated Loading (RA3A)	4/30/2024	131,230.16	Machinery & Equipment
NSK Corporation	2022-08	153893	3C9 Rigity Machine Upgrade (EQPT) (FRK)	10/29/2023	125,603.81	Machinery & Equipment
NSK Corporation	2022-08	160367	3C7 Noise Inspection (FRK) (EQPT)	4/30/2024	123,242.00	Machinery & Equipment
NSK Corporation	2022-08	151292	Franklin Plant Hub 3 LJ-X 2D Laser Sensor Inspecti	11/1/2023	122,005.44	Machinery & Equipment
NSK Corporation	2022-08	154102	F/R Hub Plant- Hub 3 Line Loading (3C1 B2)(EQPT)	8/25/2024	121,413.17	Machinery & Equipment
NSK Corporation	2022-08	149895	3C10 B2 Line Loader (EQPT) (NSK-FR) (2021)	3/16/2023	118,529.69	Machinery & Equipment
NSK Corporation	2022-08	149896	3C9 A Line Loader (EQPT) (NSK-FR) (2021)	3/24/2023	112,680.98	Machinery & Equipment
NSK Corporation	2022-08	150885	V5C Wheel Head Rebuild (EQPT) (NSK-FR) (2021)	7/31/2022	112,170.43	Machinery & Equipment
NSK Corporation	2022-08	145809	TRB Outer Assembly Loading (RA2A) (EQPT) (NSK-FR)	3/22/2023	110,546.80	Machinery & Equipment
NSK Corporation	2022-08	144812	NCL Line Loading #1 (EQPT) (NSK-FR) (2020)	10/31/2022	108,719.90	Machinery & Equipment
NSK Corporation	2022-08	152739	FS4 Rebuild project (EQPT) (FRK) (2022)	4/1/2023	108,325.00	Machinery & Equipment
NSK Corporation	2022-08	149965	3C9 B2 Line Loader (EQPT) (NSK-FR) (2021)	3/22/2023	107,911.39	Machinery & Equipment
NSK Corporation	2022-08	145612	TGB-1181 Overhaul (EQPT) (NSK-FR) (2020)	8/1/2022	106,259.85	Machinery & Equipment
NSK Corporation	2022-08	154103	Tesla Slinger Seal Modification(FRK) (EQPT)	5/1/2024	105,242.60	Machinery & Equipment
NSK Corporation	2022-08	160511	Tesla Slinger Seal Modification(FRK) (EQPT)???????	5/1/2024	105,242.60	Machinery & Equipment
NSK Corporation	2022-08	152734	RB1 Automated Loading (EQPT) (2022) (FRK)	10/1/2024	105,198.49	Machinery & Equipment
NSK Corporation	2022-08	151706	NSK Franklin Surfcom Machine (EQPT) (2022)	10/31/2022	94,441.00	Machinery & Equipment
NSK Corporation	2022-08	160369	3C7 Rigidity Machine (FRK) (EQPT) (2023)	4/30/2024	94,005.00	Machinery & Equipment
NSK Corporation	2022-08	160188	Fire Protection Project (FRK) (EQPT) (2023)	4/6/2024	90,077.00	Machinery & Equipment
NSK Corporation	2022-08	160199	TRB CO2 Supression (FRK) (EQPT) (2023)	4/30/2024	90,077.00	Machinery & Equipment
NSK Corporation	2022-08	151712	Franklin Plant Hub 3 Torque Inspection	2/1/2024	81,969.28	Machinery & Equipment
NSK Corporation	2022-08	160465	Hub 3 Inspection Improvements (Torque Checking)	6/26/2024	81,510.87	Machinery & Equipment
NSK Corporation	2022-08	152743	FY22 Phone System Upgrade	9/28/2023	79,868.31	Machinery & Equipment
NSK Corporation	2022-08	151349	FR HUB TRB Laser Mark Unit Replacement	10/31/2022	78,540.00	Machinery & Equipment
NSK Corporation	2022-08	152932	FR Rondcom NEX 200 SD2-11	4/1/2023	76,717.95	Machinery & Equipment
NSK Corporation	2022-08	145747	A & B2 Grind Tooling (NOTL) (NSK-FR) (2020)	9/1/2022	73,405.73	Molds, Dies, Jigs & Tools
NSK Corporation	2022-08	152794	Franklin Surfcom NEX 200 SD2-24-N	4/1/2023	72,242.14	Machinery & Equipment
NSK Corporation	2022-08	145878	High Pressure Coolant for 3B3 and 1G7 1GB-120 (EQP	8/1/2022	68,323.82	Machinery & Equipment
NSK Corporation	2022-08	154778	Nutanix Franklin Server	1/31/2024	68,187.59	PCs and Equipment
NSK Corporation	2022-08	150582	Roller Feeder Improvement (EQPT) (NSK-FR) (2021)	8/1/2022	66,297.50	Machinery & Equipment
NSK Corporation	2022-08	160820	FR Hub LU-300 Lathe Replacement #3 (FRK) (EQPT)	9/17/2024	63,158.02	Machinery & Equipment
NSK Corporation	2022-08	145750	QA Inspection Cameras Phase II (EQPT) (NSK-FR) (20	8/1/2022	62,829.68	Machinery & Equipment
NSK Corporation	2022-08	152444	TRB Vision Inspection Upgrade (EQPT) (RB1) (2021)	3/22/2023	60,060.55	Machinery & Equipment
NSK Corporation	2022-08	149969	TRB Vision Inspection Upgrade (EQPT) (RB3) (2021)	3/22/2023	60,060.54	Machinery & Equipment
NSK Corporation	2022-08	152760	RG1B Automated Loading (EQPT) (2022) (FRK)???????	6/25/2024	52,655.92	Machinery & Equipment
NSK Corporation	2022-08	150687	FS4 Rebuild (EQPT) (NSK-FR) (2021)	8/1/2022	50,412.70	Machinery & Equipment
NSK Corporation	2022-08	154882	Ford T-hub3 Equipment Line #1(EQPT) (FRK)(2023)	2/10/2024	45,670.00	Machinery & Equipment
NSK Corporation	2022-08	145814	High Pressure Coolant RB1B TGB-1181 (EQPT) (NSK-FR	8/1/2022	43,670.96	Machinery & Equipment
NSK Corporation	2022-08	154868	TRB Laser Marker Upgrade (RA2)	4/30/2024	40,718.74	Machinery & Equipment
NSK Corporation	2022-08	154866	TRB Birdnet Lite	1/31/2024	39,660.73	Machinery & Equipment
NSK Corporation	2022-08	149641	TRB Laser Marker Upgrade (EQPT) (NSK-FR) (2021)	8/1/2022	38,878.64	Machinery & Equipment
NSK Corporation	2022-08	160926	Honda 3MAA 73-02 Assembly Tooling	10/9/2024	36,589.28	Molds, Dies, Jigs & Tools
NSK Corporation	2022-08	160754	Hub 3 Inspection Improvements (Torque Checking) 2	8/1/2024	29,857.91	Machinery & Equipment
NSK Corporation	2022-08	154865	TRB Rotation Checker (FRK) (2023)	2/11/2024	29,626.22	Machinery & Equipment
NSK Corporation	2022-08	160189	Franklin Hub 3C9 Cap Loading Robot (EQPT) (2023)	3/31/2024	26,973.45	Machinery & Equipment
NSK Corporation	2022-08	160755	Hub 3 Inspection Improvements (Torque Checking) 3	8/1/2024	26,924.89	Machinery & Equipment
NSK Corporation	2022-08	153894	Hub 3 Inspection Improvements (Torque Checking) (F	8/1/2024	26,924.79	Machinery & Equipment
NSK Corporation	2022-08	160756	Hub 3 Inspection Improvements (Torque Checking) 4	8/1/2024	26,924.69	Machinery & Equipment
NSK Corporation	2022-08	149645	3C5 Overhaul (ASM) (NSK-FR) (2021)	1/23/2023	24,468.03	Machinery & Equipment
NSK Corporation	2022-08	152463	3C5 Overhaul (Assembly) (NSK-FR) (2021)	1/22/2023	24,468.03	Machinery & Equipment
NSK Corporation	2022-08	161074	Toyota RAV4 311D ABS Amplifier (FRK) (2024)	11/30/2024	24,109.22	Machinery & Equipment
NSK Corporation	2022-08	160200	SPindle Vibration Analysis GTI Spindle	4/30/2024	21,890.00	Machinery & Equipment
NSK Corporation	2022-08	154170	FS4 Conveyor Replacement (FRK) (2023) (EQPT)	5/1/2024	18,100.00	Machinery & Equipment
NSK Corporation	2022-08	152443	Air Leak Detector (NSK-FRK) (2022)	1/1/2023	16,553.02	Machinery & Equipment
NSK Corporation	2022-08	150674	QA Master and gauges (EQPT) (NSK-FR) (2020)	12/31/2022	15,248.84	Machinery & Equipment

NSK Corporation	2022-08	151070 V5C Loader (EQPT) (NSK-FR) (2022)	7/1/2024	14,142.94	Machinery & Equipment
NSK Corporation	2022-08	152723 Franklin Plant TRB Birdnet Lite PLC Upgrades	2/1/2024	13,989.03	Machinery & Equipment
NSK Corporation	2022-08	150936 FFT Multifunction Generator Calibration Equipment	10/31/2022	12,258.59	Machinery & Equipment
NSK Corporation	2022-08	152462 3C5 Overhaul (Grease Insertion) (NSK-FR) (2021)	1/22/2023	12,234.02	Machinery & Equipment
NSK Corporation	2022-08	152464 3C5 Overhaul (Ball Insertion) (NSK-FR) (2021)	1/22/2023	12,234.02	Machinery & Equipment
NSK Corporation	2022-08	150678 OD2 Noise Reduction (EQPT) (NSK-FR) (2021)	8/1/2022	10,923.50	Machinery & Equipment
NSK Corporation	2022-08	146186 OD2 Noise Reduction (EQPT) (NSK-FR) (2021)	8/1/2022	10,747.50	Machinery & Equipment
NSK Corporation	2022-08	160371 Vision Inspection Stabilization (FRK) (2024)	5/15/2024	8,825.00	Machinery & Equipment
NSK Corporation	2022-08	152461 3C5 Overhaul (Finish Wash) (NSK-FR) (2021)??????	1/23/2023	8,156.01	Machinery & Equipment
NSK Corporation	2022-08	160972 Return Tank Modifications (FRK)	4/1/2024	7,020.38	Machinery & Equipment
NSK Corporation	2022-08	160963 Return Tank Modifications (FRK)	4/1/2024	7,020.36	Machinery & Equipment
NSK Corporation	2022-08	160964 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160965 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160966 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160967 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160968 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160969 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160970 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	160971 Return Tank Modifications (FRK)	4/1/2024	7,020.35	Machinery & Equipment
NSK Corporation	2022-08	146123 B1 Grind Tooling (NOTL) (NSK-FR) (2020)	8/1/2022	6,536.12	Molds, Dies, Jigs & Tools
NSK Corporation	2022-08	152081 Bolt Insertion machine (2020)	11/30/2023	3,255.95	Machinery & Equipment
NSK Corporation	2022-08	161011 Toyota 400D Long Lead time Tooling FR KP (TOOL) (F	11/23/2024	1,064.66	Construction in Progress
NSK Corporation	2022-08	160354 F/R Hub Plant-Hub III Inspection Improvements	5/21/2024	64.24	Machinery & Equipment
NSK Corporation	2022-08	145292 Assembly Tooling (NOTL) (NSK-FR) (2020)	9/30/2022	-	Molds, Dies, Jigs & Tools
NSK Corporation	2022-08	151934 Eriks Asset	12/22/2022	-	Machinery & Equipment
NSK Corporation	2022-08	154893 Return Tank Modifications (FRK)	2/29/2024	-	Machinery & Equipment
				8,033,403.20	