

Town of Huntersville

NORTH CAROLINA

April 30, 2015

Sr. Gerardo Muraira
Nutec
Vice President Projects
Jardín de San Jerónimo 225
Monterrey, N.L., C.P. 64640

Dear Gerardo:

The Town of Huntersville staff have had the opportunity to review the information that you provided regarding Project 436 and the evaluation of Huntersville, NC as a potential site location. Based on the information provided, it is our opinion that the company would qualify for an incentive grant for corporate relocations available under the Huntersville Business Investment Program. We would recommend approval of a Business Investment Grant to the Huntersville Town Board of Commissioners as outlined below.

Project 436 would be eligible for a five-year grant based upon 50% of the net new property taxes paid by the company to the Town of Huntersville. Our estimate of this grant amount for Phase I is **\$86,391.25**, payable over five years, and upon the company's satisfaction of the following program requirements:

- A taxable investment of approximately \$12,500,000 million in capital investment within Huntersville, NC
- The creation of a minimum of 33 new jobs with an average annual wage that meets or exceeds the regional average (currently \$46,820) or industry specific wage average rate.

The Town will also reimburse Project 436 up to \$22,700 for boring and survey work on the property in conjunction with the first disbursement of the Phase I Business Investment Program funds. Lake Norman Economic Development also provided \$11,700 for site due diligence surveys.

In addition, Project 436 would be eligible for an additional five-year grant based upon 50% of the net new property taxes paid by the company to the Town of Huntersville. Our estimate of this grant amount for the completion of Phase II is **\$37,515.00**, payable over five years.

Please note that these grant amounts are estimates only. The actual grant will vary depending on the timing of the investment and depreciation that affect the amount of property taxes paid over the term. Also, note that grants must be approved by the Huntersville Town Board of Commissioners and include other terms and conditions, including certification of the competitive nature of the project and certification that, but for this grant, the project would locate outside of Huntersville, NC.

We look forward to working with you on this project. As always, we are happy to discuss this grant further and answer any questions about this potential economic development grant.

Sincerely,

A handwritten signature in black ink, reading "Greg Ferguson". The signature is written in a cursive, flowing style with a large initial "G".

Greg Ferguson
Huntersville Town Manager