

RESOLUTION NO. R-90-8

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CONWAY CERTIFYING LOCAL GOVERNMENT ENDORSEMENT OF BUSINESS TO PARTICIPATE IN THE ARKANSAS ENTERPRISE ZONE PROGRAM:

WHEREAS, the City of Conway has an approved Zone designation for Census Tract 9903, Block Group 1 within the corporate limits of the City of Conway; and

WHEREAS, the local government must endorse a business or enterprise to participate in the Arkansas Enterprise Zone Program and benefit from the refunds/exemptions as provided in Part IV of the Arkansas Enterprise Zone Program Regulations; and

WHEREAS, said endorsement must be made on specific form available from AIDC; and

WHEREAS, Tokusen U.S.A., Inc., located in East Industrial Park, Conway, Arkansas has sought to participate in the program and has been found by the management of the enterprise zone program to be eligible for the benefits thereof, and more specifically has requested benefits accruing from the construction of Tokusen U.S.A., Inc.; and

WHEREAS, Tokusen U.S.A., Inc. has agreed to furnish the management of the enterprise zone all necessary information for compliance.

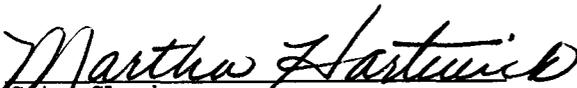
NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CONWAY, ARKANSAS, THAT:

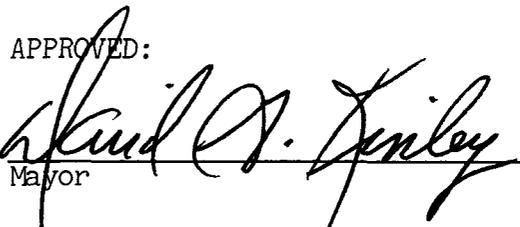
1. Tokusen U.S.A., Inc. be endorsed by the City of Conway for benefit from the refunds/exemptions as provided in Part IV of the Arkansas Enterprise Zone Program Regulations.

2. This resolution shall take effect immediately.

PASSED this 23rd day of January, 1990.

ATTEST:

  
City Clerk

APPROVED:  
  
Mayor



# TOKUSEN U.S.A., INC.

P.O. BOX 1150, 800 EXCHANGE AVE., SUITE 101, CONWAY, ARKANSAS 72032  
PHONE: (501) 327-6800 FAX: (501) 327-0231

Jan 22, 1990

MAYOR David Kinley  
CITY OF CONWAY

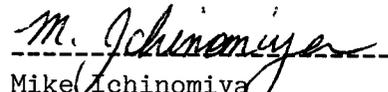
Dear Mayor Kinley,

We are pleased to submit the application for Enterprize Zone Program.

We appreciate to pass the resolution at next City Congress.

We look forward to hearing from you soon.

Yours Sincerely,

  
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Mike Ichinomiya  
General Manager

Application# \_\_\_\_\_

ARKANSAS ENTERPRISE ZONE PROGRAM

SECTION A - COMPANY INFORMATION

1. Name of Firm: TOKUSEN U.S.A., Inc.
2. Principal mailing address: P.O. BOX 1150 CONWAY ARKANSAS 72032
3. Location of Business:  
1500 AMITY ROAD CONWAY AR.  
(Street Address) (City or County)
4. Enterprise Zone by Census Designation: CT\_\_\_, BG , ED\_\_\_
5. Standard Industrial Classification Code (SIC): 3315
6. Description of principal business activity , products manufactured, etc.  
MANUFACTURER STEEL TIRE CORD  
\_\_\_\_\_  
\_\_\_\_\_
7. Date firm began or anticipates operations in Enterprise Zone:  
OCT.18 1989
8. Contact person: MIKE ICHINOMIYA 9. Phone 501-327-6800

SECTION B - EMPLOYMENT DATA

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1. How many employees do you now have? 1 as of 1/3/90  
(number) (date)
2. What was your average annual employment for the previous fiscal year? 0 (Add monthly averages and divide by 12 or by number of months in business.)
3. How many additional full time (20 hours or more per week) employees do you anticipate hiring during this fiscal year?  
40

In order to receive enterprise zone tax credits, AIDC strongly encourages hiring through the local Arkansas Employment Security Division. The business must certify (and verify after hiring) that at least 35% of its net new employees meet the criteria set forth in Section 1 published by the Revenue Division of the Arkansas Enterprise Zone Program Regulations.

In proceeding with employment, remember that 35% of all new employees must be (a) residents of the same county as the location of the business or counties adjacent thereto; and (b) have been receiving some form of public assistance immediately prior to employment; or are considered unemployable by traditional standards or lacking in basic skills at the time of employment.

Public assistance means any contribution, monetary or otherwise, made by federal, state, county, and/or local governments to individuals who qualify therefore by reason of indigence and/or unemployment, as determined by the applicable rules, regulations, or guidelines, of each public assistance program (e.g. unemployment insurance compensation, Section 8 housing payments, Social Security, etc.)

Employees considered unemployable by traditional standards should have met items 2, 3, and 4 of those listed below. A person that would qualify as lacking in basic skills should meet criteria 1, 3, and 4 of the following items:

- (1) be required to participate in a company training program; or
- (2) been unemployed for at least 13 weeks prior to employment with the company;
- (3) should not have quit last employer without good cause to gain employment with the company; and
- (4) have registered with either the Arkansas Employment Security Division or a private employment agency.

4. Estimated number of qualifying net\* new employees (exclude owners) for which you expect to take the \$2,000 income tax credit. 30

\*Net - difference between annual average of one year over the average of previous year.

SECTION C - INFORMATION FOR SALES/USE TAX

1. Describe the project and items for which sales/use tax credit is requested. Include whether expansion or new construction of building space; identify whether project is phased development if there are plans for expansion in the future; and construction schedule and purchase of machinery/equipment schedule. Provide examples of expected expenses such as type of equipment and activities to be carried out in new or expanded facilities.

NOTE: No sales or use tax rebates can be issued on Licensed Motor Vehicles. Rebates issued on building materials are primarily those which become a permanent part of the structure.

	1991	1992	1993	1994	1995	1996
LAND	\$570					
BUILDING	\$4,508		\$4,176	\$4,155		
EQUIPMENT	\$6,373	\$3,663	\$19,242	\$6,278	\$4,171	\$19,309
*UNIT \$1,000*						

2. Anticipated Costs:
- |  |               |                                    |
|--|---------------|------------------------------------|
|  | \$ 570,000    | Land                               |
|  | \$ 4,508,000  | Building                           |
|  | \$ 6,373,000  | Equipment                          |
|  | \$ _____      | Other (describe on separate sheet) |
|  | \$ 11,451,000 | Total                              |

3. The business and its contractors must give preference and priority to Arkansas Manufacturers, suppliers, contractors and labor, except where it is not reasonable possible to do so without added expense, substantial inconvenience or sacrifice in operation efficiency. Provide an estimate of the percent of expenditures in the following categories:

	Building, Machinery Equipment		Labor	
	Building	100		
Arkansas:	<u>Machinery</u>	<u>20</u>	%	<u>40</u>
	Building	0		
Outside Arkansas:	<u>Machinery</u>	<u>80</u>	%	<u>10</u>

4. Explain the need for purchases outside of Arkansas:

Machinery; Made by Japanese parent company

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

5. Projected Construction Start FEB 1990
6. Projected Construction Completion NOV 1990
7. Projected Commencement of Hiring SEP 1990

SECTION D - INFORMATION FOR INCOME TAX EXEMPTION

1. Is ownership of your business:

Individual \_\_\_\_\_ Fiduciary \_\_\_\_\_ Partnership \_\_\_\_\_  
Taxable Corporation X Small Business Corp. \_\_\_\_\_

Owner(s) Name	Percent Ownership	Social Security or Corporate Tax I.D. Number
TOKUSEN KOGYO CO.,LTD	70%	
KOBE STEEL,LTD.	15%	
NISSHO IWAI CORP.	10%	
NISSHO IWAI AMERICAN CORP.	5%	
TOKUSEN U.S.A.,Inc.	TOTAL 100%	(71-0683148)

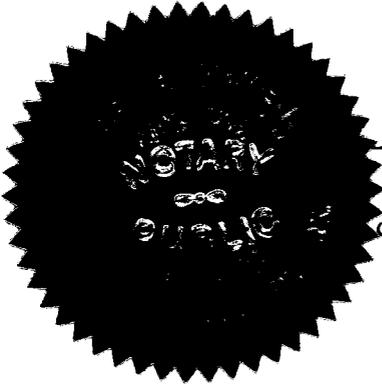
2. A business must file its Arkansas income tax statement no later than 4 1/2 months after the end of the calendar or fiscal year. When will this company file our state income tax return forms? \_\_\_\_\_ to APR 15.  
(date) (date)

3. CERTIFICATION

BEFORE ME, the undersigned authority, personally came and appeared MIKE ICHINOMIYA who being first duly sworn  
(Name of Company Official)  
did depose and say, that s/he is General Manager of  
(Title)

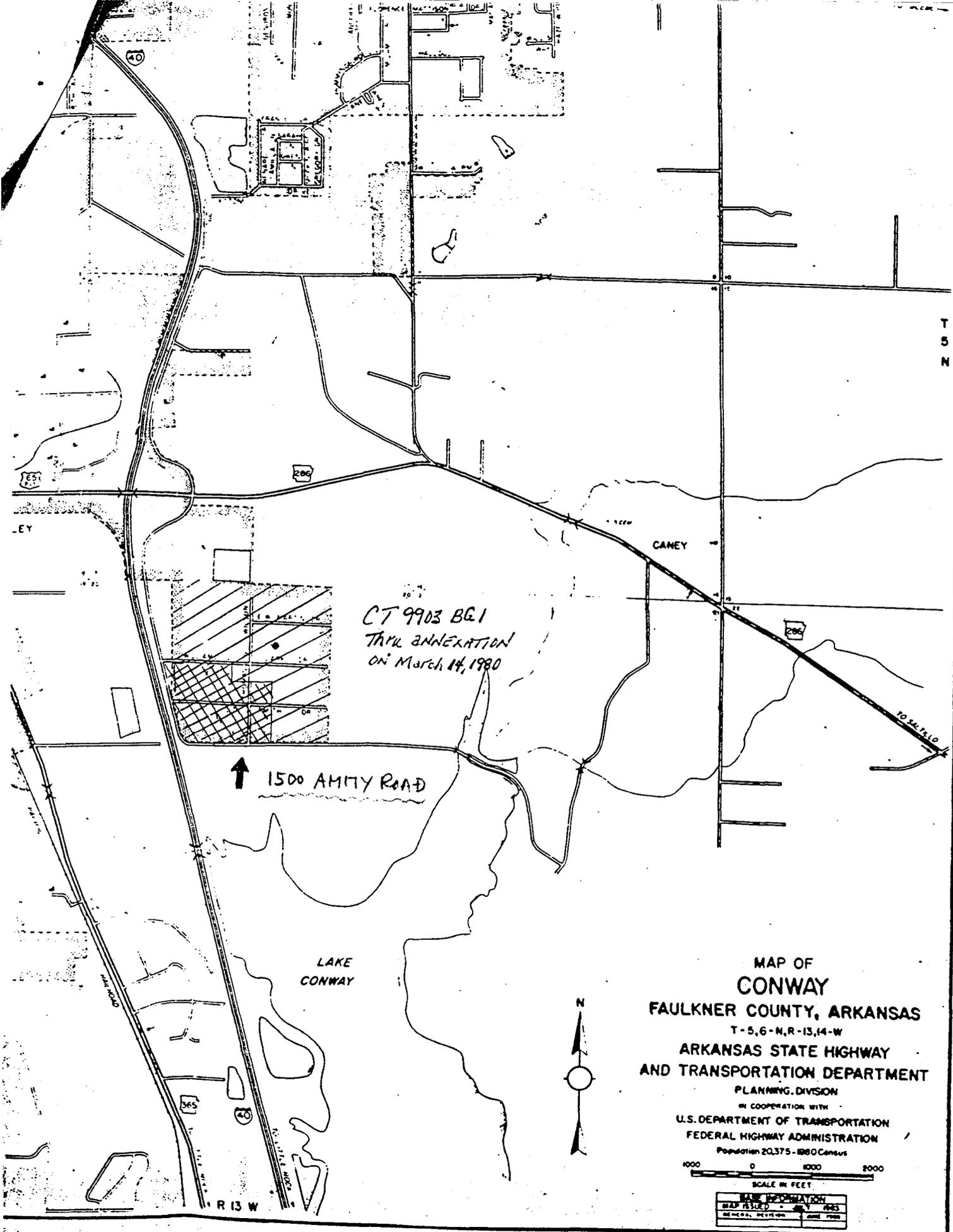
TOKUSEN U.S.A., Inc.  
(Company)

This affidavit is made for the specific purpose of verifying that s/he has examined the information contained in these nine pages. Sworn to and subscribed before me the 18th day of January, 19 90.



H. McNeil  
(Notary)  
on expires 10-16-92

By M. Ichinomiya  
(Signature of Company Official)



CT 9903 B&I  
TRAIL ANNEXATION  
ON March 14, 1980

↑ 1500 AMITY ROAD

LAKE  
CONWAY

MAP OF  
**CONWAY**  
FAULKNER COUNTY, ARKANSAS  
T-5,6-N,R-13,14-W  
ARKANSAS STATE HIGHWAY  
AND TRANSPORTATION DEPARTMENT  
PLANNING DIVISION

IN COOPERATION WITH  
U.S. DEPARTMENT OF TRANSPORTATION  
FEDERAL HIGHWAY ADMINISTRATION  
Population 20,375 - 1980 Census

1000 0 1000 2000  
SCALE IN FEET

BASE INFORMATION	
MAP REVISION	July 1983
GENERAL DIVISION	June 1980