



MADISON COUNTY BOARD OF SUPERVISORS

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November 17, 2015

TO: NISSAN NORTH AMERICA, INC.
ATTN: Hailey Kirk
P.O. Box 685013
Mail Stop B-6-A
Franklin, TN 37068-5016

SEPARATE INVOICE FOR PAYMENTS IN LIEU OF TAX

On behalf of Madison County, Mississippi, and in accordance with Section 1.3(d)(i) of that certain Memorandum of Understanding ("MOU") with Nissan North America, Inc., commonly known as the "Delta I" MOU and Section 6, paragraph (b) and Section 3, paragraphs (a) and (b) of that certain "Agreement to Make Payments in Lieu of Ad Valorem Taxes" (hereinafter, "PILOT Agreement") dated April 23, 2003, the following payment in lieu of tax is now due of and from Nissan North America, Inc. for 2015, to-wit:

Payment due based upon Nissan North America, Inc.'s property values.. \$1,697,088.00

These figures are based upon the calculations set forth in Exhibit A hereto (prepared by Tax Assessor Gerald Barber in accordance with Section 5 of the aforesaid PILOT Agreement).

Respectfully submitted this the 17th day of November, 2015.

Ronald W. Lott
Chancery Clerk

In re: Payments in Lieu of Tax Obligation of Nissan North America, Inc. and Related Entities for 2015

**ORDER PROVIDING FOR THE PAYMENT AND DISTRIBUTION OF
PAYMENT IN LIEU OF TAXES TO BE RECEIVED
FROM NISSAN NORTH AMERICA, INC. AND FOR RELATED PURPOSES**

WHEREAS, on November 8, 2000 Madison County, together with the State of Mississippi, the City of Canton, Mississippi, and numerous other governmental bodies entered into a certain Memorandum of Understanding (“MOU”) with Nissan North America, Inc., commonly known as the “Delta I” MOU, a true and correct copy of which may be found in the Miscellaneous Appendix to the Minutes of this Board of January 31, 2005, and

WHEREAS, heretofore Madison County entered into an “Agreement to Make Payments in Lieu of Ad Valorem Taxes” (hereinafter, “PILOT Agreement”) dated April 23, 2003, said PILOT Agreement having been approved by the Madison County Board of Supervisors on March 21, 2003, a true and correct copy of which may be found in the Miscellaneous Appendix to the Minutes of this Board of January 31, 2005, and

WHEREAS, the Board finds it necessary, pursuant to Miss. Code Ann. § 27-31-104, to (1) establish the amount due from Nissan North America, Inc. in satisfaction of its PILOT obligation for 2015, and (2) provide for the payment, distribution, and apportionment of such sums as shall be remitted from Nissan North America, Inc. and related entities in satisfaction thereof,

WHEREFORE, PREMISES CONSIDERED, and pursuant to the provisions of Miss. Code Ann. § 27-31-104, and upon the advice of counsel, the Board of Supervisors of Madison County, Mississippi does find and order as follows:

1. That, based on statutory authority set forth in Miss. Code Ann. § 27-31-104, Nissan North America, Inc. has been granted a ten-year exemption from ad valorem taxation pursuant to Section 1.3(d)(i) of the “Delta I” MOU.
2. That, in exchange for said exemption, Nissan North America, Inc. is obligated to make annual payments in lieu of taxes to Madison County, and that such payments in lieu of taxes are fee payments, not ad valorem taxes or taxes of any other nature.
3. That the Madison County Board of Supervisors has the authority, pursuant to Miss. Code Ann. § 27-31-104, to determine the amount of the payment in lieu of taxes owed by Nissan North America, Inc. and to apportion said amount between Madison County and the Canton Public School District as directed in said code section and pursuant to the “Delta I” MOU and the PILOT Agreement.
4. That the Tax Assessor of Madison County has prepared and submitted to the Madison County Board of Supervisors a calculation of the amount owed by Nissan North America, Inc. as its payment in lieu of taxes for 2015, which calculation is attached hereto as

Collective Exhibit A to this Order (Exhibit ___ to these Minutes), spread hereupon and incorporated herein by reference and which is summarized as follows, to-wit:

Payment due based upon Nissan North America, Inc.'s
real property values\$ 331,041.00

Payment due based upon Nissan North America, Inc.'s
personal property values.....1,376,897.00

2015 amount due =\$1,707,938.00

Less: 2014 Overpayment.....(\$10,850.00)

Total amount due\$1,697,088.00

5. That the Board hereby adopts said calculation and, in accordance therewith, the amount to be paid by Nissan North America, Inc. pursuant to said code section and Section 3, paragraphs (a) and (b) of the PILOT Agreement is \$1,697,088.00 and shall be made payable to "Madison County, Mississippi."
6. That the Chancery Clerk shall prepare invoices reflecting the above amounts and submit the same unto Nissan North America, Inc. who shall promptly deliver the aforesaid sum to the Madison County Board of Supervisors, 146 West Center Street, P.O. Box 608, Canton, Mississippi 39046, Attention Mr. Ronald W. Lott, Chancery Clerk and County Treasurer.
7. That upon receipt of the balance due from Nissan, of the total PILOT payment of \$1,697,088.00, \$1,014,659.00 is to be apportioned unto the Canton Public School District and \$682,429.00 is to be apportioned unto Madison County to be applied to the appropriate bond fund, all applicable tax levies other than School District levies notwithstanding.
8. That the apportionment set forth in paragraph 7 is computed and shown in Exhibit B.
9. That, therefore, upon receipt of the entirety of said funds from Nissan North America, Inc. for 2015, the County Treasurer shall pay unto the Canton Public School District the sum of \$1,014,659.00 and shall pay unto Madison County, to be directed to the appropriate bond fund, the sum of \$682,459.00.

Following discussion, Mr. _____ did offer and Mr. _____ did second a motion to approve, adopt and enter the foregoing Order. The vote on the matter being as follows:

Supervisor John Bell Crosby	_____
Supervisor John Howland	_____
Supervisor Gerald Steen	_____
Supervisor Karl M. Banks	_____
Supervisor Paul Griffin	_____

the matter carried by the unanimous vote of those present and the above and foregoing Order was and is hereby approved, adopted and entered.

SO ORDERED this the 17th day of November, 2015.

Exhibit A page 1

2015 Nissan - Exempt Real Property

10/29/2015

Parcel	Acres	True Imp. Value	True Land Value	True Value	
92G-35-5/03.00	0.00	\$69,854,560	\$0	\$69,854,560	
				15%	Assessment Ratio
				\$10,478,184	Assessed Value
				\$3,492,728	1/3 In Lieu
				\$133,178	County Tax (.03813)
				\$197,863	School Tax (.05665)
				\$331,041	2015 Tax Amount (Calculated)

This parcel is exempt and is billed annually by the Madison County Chancery Clerk.

Exhibit A page 2

2015 Nissan - Exempt Personal Property

11/13/2015

Personal Property	
(PPIN 3413)	
True Value	\$285,587,609
(PPIN 3413)	
True Value	\$4,958,284
Total	\$290,545,893
Assessment Ratio	15.00%
Assessed Value	\$43,581,884
1/3 In Lieu	\$14,527,295
County Tax (.03813)	\$544,473
County Tax (.03813)	\$9,453
School Tax (.05665)	\$822,971
2015 Tax Amount	\$1,376,897

This personal property account is exempt and is billed annually by the Madison County Chancery Clerk.

2014 Nissan - Personal Property

11/3/2015

Personal Property		
(PPIN 3413)		
True Value	\$323,848,904	
(PPIN 5603)		
True Value	\$4,224,332	
Total	\$328,073,236	
Assessment Ratio	15.00%	
Assessed Value	\$49,210,985	
1/3 In Lieu	\$16,403,662	
County Tax (.03813)	\$617,418	PPIN 3413
County Tax (.03348) <i>.03813</i>	\$7,008 <i>\$1,053.69</i>	PPIN 5603
School Tax (.05039)	\$826,581	PPIN's 3413 & 5603
2014 Tax Amount	\$1,451,007 <i>1,452,052.69</i>	
	<i>(1,045.69)</i>	

These personal property accounts are exempt and are billed annually by the Madison County Chancery Clerk.

Personal Property (City of Canton)

(PPIN 5603)		
True Value	\$4,224,332	
Assessment Ratio	15.00%	
Assessed Value	\$633,650	
Municipal Tax (.05632)	\$35,687	PPIN 5603

This personal property account is not exempt and is billed annually by the Madison County Tax Collector.

Remove City tax of 11,896.⁰⁰
 Add Change in county millage 1,045.69

 2014 overpayment 10,850.⁰⁰

Exhibit A page 4

2014 Nissan - Personal Property

11/17/2014

Personal Property	(1/3 in lieu of PPIN's)	
(PPIN 3413)		
True Value	\$323,848,904	
(PPIN 5603)		
True Value	\$4,224,332	
Total	\$328,073,236	
Assessment Ratio	15.00%	
Assessed Value	\$49,210,985	
1/3 In Lieu	\$16,403,662	
County Tax (.03813)	\$617,418	PPIN 3413
County Tax (.03318)	\$7,008	PPIN 5603
Municipal Tax (.05632)	\$11,896	PPIN 5603
School Tax (.05039)	\$826,581	PPIN's 3413 & 5603
2014 Tax Amount	\$1,462,903	
(Calculated)		

Exhibit B
Nissan North America
Apportionment of PILOT Obligation
Between Madison County and Canton Public School District (CPSD)

Property	Value	Assessed Value	County Millage	CPSD Millage	County Portion	CPSD Portion	Total Tax
Nissan Exempt Personal Property (3413)	\$ 290,545,893.00	\$ 43,581,883.95	38.13	56.65	\$ 553,926.00	\$ 822,971.00	\$ 1,376,897.00
Nissa Exempt Real Property (92G-35-5/03.00)	\$ 69,854,560.00	\$ 10,478,184.00	38.13	56.65	\$ 133,178.00	\$ 197,863.00	\$ 331,041.00
Total					\$ 687,104.00	\$ 1,020,834.00	\$ 1,707,938.00
Less: 2014 Overpayment					\$ (4,675.00)	\$ (6,175.00)	\$ (10,850.00)
Net Due					\$ 682,429.00	\$ 1,014,659.00	\$ 1,697,088.00