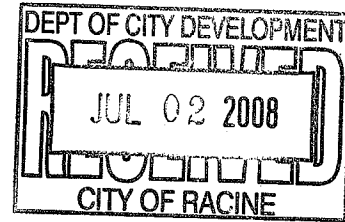




July 2, 2008



Brian O'Connell
City of Racine
730 Washington Avenue
Racine, WI 53403

RE: Pinnacle Precision Technologies, Inc.
Development Zone application

Dear Mr. O'Connell:

This correspondence is provided to enclose a copy of the Wisconsin Department of Commerce Prospect Data Sheet (PDS) on behalf of the above referred company.

History

Pinnacle Precision is located at 2607 Eaton Lane, Racine. The company specializes as a manufacturer of metal stamping, offering full service stamping as well as secondary machining and fabrication. The company has been under the same ownership since its inception in 1975. Pinnacle Precision operates in an 18,000 square foot facility, has 8 full time and 2 part time employees. The current owner wishes to retire and sell the business.

Project

The core management team acquiring the business has over 100 years of combined manufacturing and management experience. The business assets will be acquired by two gentlemen, Gregory Socks (50% ownership) and David Wucinski (50% ownership) with additional management team members Gary Zingler and Todd Jernberg. The four individuals were prior senior level employees with Briggs and Stratton.

Financial

Total project costs are \$1,750,000 with a minority (10%) portion of funding provided by RCEDC's revolving loan fund program. Historical, current and projected financial statements are enclosed. RCEDC loan committee and executive committee unanimously approved the loan request.

Employment

Company currently has 10 employees (8 FT; 2 PT) and plans to hire an additional 22 FT employees over the next 3 years. Wage levels for new hires range from \$11.50/hour to \$19/hour. In review of the Department of Commerce's wage level to tax credit ratio, the company is eligible to receive up to \$110,000 in development zone tax credits.


Conclusion

We are pleased to be able to assist with this acquisition allowing the retention of the current employees as well as support the efforts of 4 seasoned gentlemen in their quest for entrepreneurialism in the City of Racine.

Following your report to the Common Council, please forward your letter of recommendation to Mary Perry, Area Manager with the Department of Commerce. Her address is 101 W Pleasant Street, Suite 205, Milwaukee, WI 53212.

Should you have any questions of me, please call me at 898-7424 or email me at jtrick@racinecountyedc.org

Sincerely,



Jenny Trick
Deputy Director

Enclosures