



City of Rochester Hills
AGENDA SUMMARY
NON-FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2020-0149

TO: Mayor and City Council Members

FROM: Sara Roediger, Director, Planning & Economic Development, ext. 2573

DATE: May 18, 2020

SUBJECT: Request by Auburn Pharmaceutical Company to establish an Industrial Development District at 1744 Rochester Industrial Drive

REQUEST:

Auburn Pharmaceutical Company has applied for a tax abatement under PA 198 provisions. In accordance with State law, an Industrial Development District (IDD) must be established for the land area where the proposed investment will take place. Auburn Pharmaceutical is requesting that City Council establish an IDD for 1744 Rochester Industrial Drive, also known as Parcel Number 70-15-21-276-014.

BACKGROUND:

Auburn Pharmaceutical Company is a privately-held company that specializes in just-in-time logistical distribution of generic drugs to independent pharmacies. The company has contracted with General Development to construct a new 65,000 square foot headquarters/logistical optimization center on vacant land located at the intersection of Rochester Industrial and Horizon Court.

Under PA 198, a company physically located in an IDD is eligible for an Industrial Facilities Exemption Certificate (IFT). City Council typically considers the establishment of an IDD in conjunction with an IFT. City Council is required to hold a public hearing before making a determination on the establishment of the IDD.

A representative of Auburn Pharmaceutical will present their investment plan to City Council before the public hearing. Additional information, including City staff's analysis and recommendations, can be found in the Agenda Summary relating to the IFT application (please refer to Legislative File No. 2020-0149).

RECOMMENDATION:

Approve the request by Auburn Pharmaceutical Company to establish an Industrial Development District at 1744 Rochester Industrial Drive, also known as Parcel Number 70-15-21-276-014.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
Deputy Clerk		

Contract Reviewed by City Attorney Yes N/A