

Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of Public Act 198 of 1974, as amended. Filing is mandatory.

INSTRUCTIONS: File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form, call (517) 373-3302.

To be completed by Clerk of Local Government Unit	
Signature of Clerk	▶ Date Received by Local Unit
STC Use Only	
▶ Application Number	▶ Date Received by STC

APPLICANT INFORMATION

All boxes must be completed.

▶ 1a. Company Name (Applicant must be the occupant/operator of the facility) <i>JENOPTIK AUTOMOTIVE North America</i>	▶ 1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (4 or 6 Digit Code) <i>3543 333515</i>	
▶ 1c. Facility Address (City, State, ZIP Code) (real and/or personal property location) <i>1544 & 1600 W. Hamlink Rd Rochester Hills MI 48369</i>	▶ 1d. City/Township/Village (indicate which) <i>CITY</i>	▶ 1e. County <i>OKLAND</i>
▶ 2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(5)) <input type="checkbox"/> Transfer <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Rehabilitation (Sec. 3(6)) <input type="checkbox"/> Research and Development (Sec. 2(10)) <input type="checkbox"/> Increase/Amendment	▶ 3a. School District where facility is located <i>ROCHESTER C.S.</i> ▶ 3b. School Code <i>63260</i>	
▶ 4. Amount of years requested for exemption (1-12 Years) <i>12 YEARS</i>		

5. Per section 5, the application shall contain or be accompanied by a general description of the facility and a general description of the proposed use of the facility, the general nature and extent of the restoration, replacement, or construction to be undertaken, a descriptive list of the equipment that will be part of the facility. Attach additional page(s) if more room is needed.

The new facility consists of 100,000 square feet of new masonry, steel construction expandable to 147,500 square feet. The office complex is 2 stories consisting of 40,000 SF and approximately 80,000 SF of combined manufacturing, warehouse & research space.

6a. Cost of land and building improvements (excluding cost of land)	▶ <i>12,883,382</i>
* Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	Real Property Costs
6b. Cost of machinery, equipment, furniture and fixtures	▶ <i>592,466</i>
* Attach itemized listing with month, day and year of beginning of installation, plus total	Personal Property Costs
6c. Total Project Costs	▶ <i>13,475,848</i>
* Round Costs to Nearest Dollar	Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)		
Real Property Improvements	▶ <i>05/09/14</i>	▶ <i>06/01/17</i>	▶ <input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	▶ _____	▶ _____	▶ <input type="checkbox"/> Owned	<input type="checkbox"/> Leased

▶ 8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption. Yes No

▶ 9. No. of existing jobs at this facility that will be retained as a result of this project. <i>125</i>	▶ 10. No. of new jobs at this facility expected to create within 2 years of completion. <i>75</i>
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11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of SEV for the entire plant rehabilitation district and obsolescence statement for property. The Taxable Value (TV) data below must be as of December 31 of the year prior to the rehabilitation.

a. TV of Real Property (excluding land)	_____
b. TV of Personal Property (excluding inventory)	_____
c. Total TV	_____

▶ 12a. Check the type of District the facility is located in:

Industrial Development District Plant Rehabilitation District

▶ 12b. Date district was established by local government unit (contact local unit)

▶ 12c. Is this application for a speculative building (Sec. 3(8))?
 Yes No

APPLICANT CERTIFICATION - complete all boxes.

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name MARK BANISH	13b. Telephone Number 561-510-4714	13c. Fax Number 248-853-1505	13d. E-mail Address mark.banish@jenoptik-inc.com
14a. Name of Contact Person KURT ANDREWS	14b. Telephone Number 248-853-5888	14c. Fax Number 248-853-1505	14d. E-mail Address Kurt.Andrews@jenoptik-inc.com
15a. Name of Company Officer (No Authorized Agents) DAVID MATYNOWSKI - VICE PRESIDENT OPERATIONS			
15b. Signature of Company Officer (No Authorized Agents) <i>[Signature]</i>		15c. Fax Number 248-853-1505	15d. Date 5-11-2016
15e. Mailing Address (Street, City, State, ZIP Code) 1505 Hamlin Rd Rochester Hills, MI 48309		15f. Telephone Number 248-853-5888	15g. E-mail Address David.Matynowski@jenoptik-inc.com

LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Yrs Real (1-12), _____ Yrs Pers (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	
16c. LUCI Code	16d. School Code
17. Name of Local Government Body	18. Date of Resolution Approving/Denying this Application

Attached hereto is an original application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time, and that any leases show sufficient tax liability.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Telephone Number	19f. Fax Number	

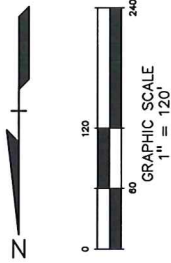
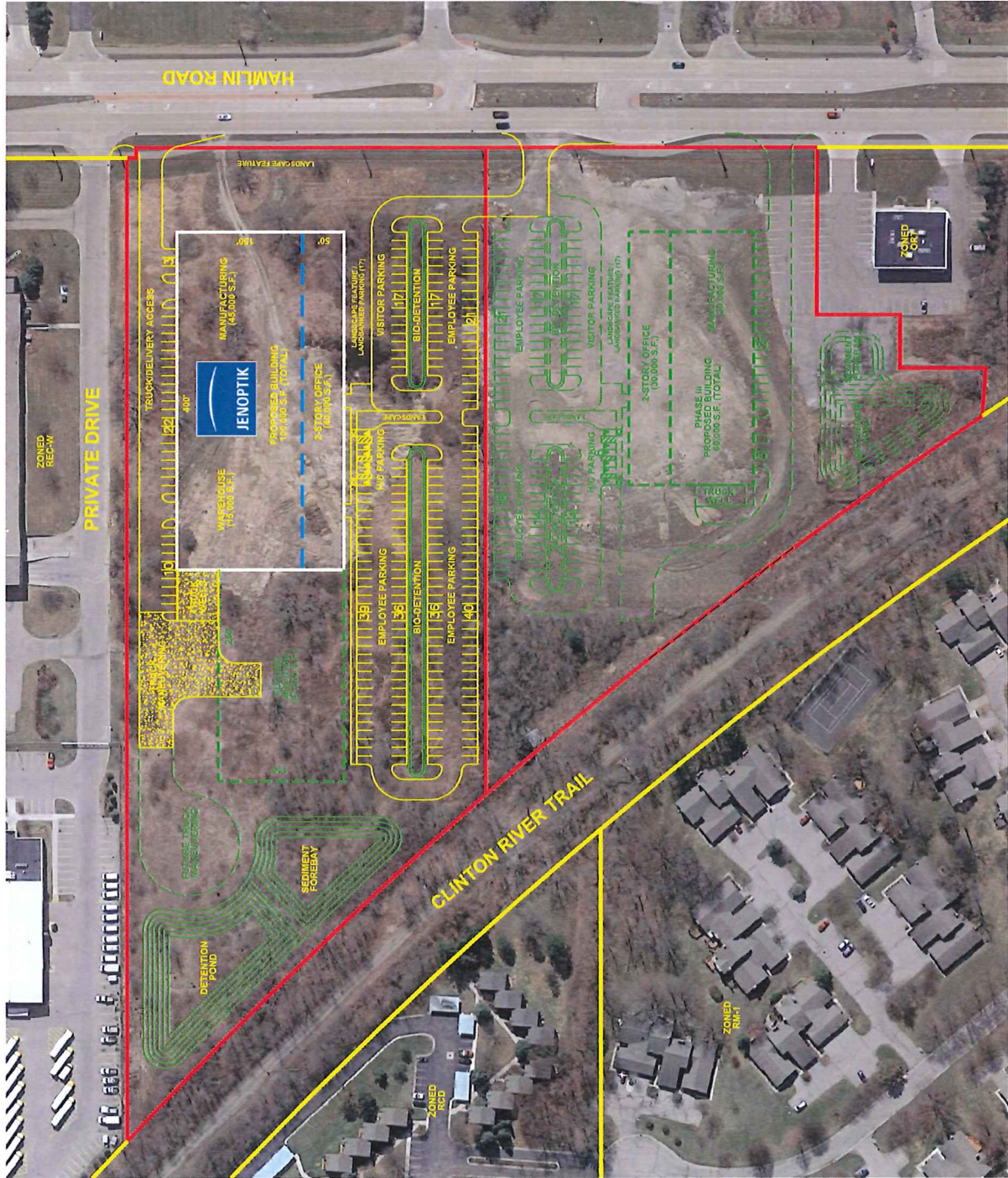
State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

**Michigan Department of Treasury
State Tax Commission
PO Box 30471
Lansing, MI 48909**

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY				
▶ LUCI Code	▶ Begin Date Real	▶ Begin Date Personal	▶ End Date Real	▶ End Date Personal



PROPOSED JENOPTIK DEVELOPMENT

Jenoptik Automotive North America, Inc.
Master Project Budget (New Facility-Rochester Hills, MI)

CONFIDENTIAL
May 11, 2016

	A	B	C	D	E
1	Category	Contractor	Cost Code	Scope of Work	May 7 Revisions
2	General Conditions	Donaldson	0101	Legal	\$ 3,000
3	General Conditions	Donaldson	0102	Third Party Testing	\$ 30,000
4	General Conditions	Donaldson	0103	Permits/Bonds/Review Fees	\$ 75,000
5	General Conditions	Donaldson	0110	Tap Fees	\$ 150,000
6	General Conditions	Donaldson	0111	Utility Fees	\$ 25,000
7	General Conditions	Donaldson	0112	Telephone	\$ 2,200
8	General Conditions	Donaldson	0113	Misc. Materials Home Depot	\$ 10,000
9	General Conditions	Donaldson	0114	Printing Services	\$ 2,000
10	General Conditions	Donaldson	0115	Auto Expenses/Gasoline	\$ 8,000
11	General Conditions	Donaldson	0117	Insurance	\$ 30,000
12	General Conditions	Donaldson	0119	Job Site Office Supplies	\$ 1,000
13	General Conditions	Donaldson	0120	Equipment Rental	\$ 10,000
14	General Conditions	Donaldson	0121	Fuel/Gasoline	\$ 2,000
15	General Conditions	Donaldson	0122	Site Trailer	\$ 4,800
16	General Conditions	Donaldson	0131	Porta Johns	\$ 6,000
17	General Conditions	Donaldson	0133	Project Signs	\$ 1,200
18	General Conditions	Donaldson	0134	Dumpsters	\$ 8,000
19	General Conditions	Donaldson	0135	Staking/Layout	\$ 30,000
20	General Conditions	Donaldson	0137	Temp Heat/Enclosures	\$ 20,000
21	General Conditions	Donaldson	0150	Administrative	\$ 13,750
22	General Conditions	Donaldson	0151	Project Manager	\$ 75,000
23	General Conditions	Donaldson	0152	Project Superintendent	\$ 114,400
24	General Conditions	Donaldson	0153	Project Engineer	\$ 35,000
25	General Conditions	Donaldson	0154	Labor	\$ 14,000
26	General Conditions	Donaldson	0161	Architectural	\$ 190,000
27	General Conditions	Donaldson	0162	Civil Engineering	\$ 85,000
28	General Conditions	Donaldson		Predevelopment	\$ 30,000
29	Total General Conditions				\$ 975,350
30	Concrete	Donaldson	0301	Site Concrete	\$ 134,000
31	Concrete	Donaldson	0302	Site Curb and Gutter	\$ 47,000
32	Concrete	Donaldson	0303	Bases/Pads/Posts	\$ 11,200
33	Concrete	Donaldson	0310	Foundations/Grade Beams	\$ 15,000
34	Concrete	Donaldson	0330	Trench/Spread Footings	\$ 94,600
35	Concrete	Donaldson	0350	Building Flat Work (SOG)	\$ 390,000
36	Concrete	Donaldson	0351	Building Flat Work (Supported)	\$ 70,000
37	Total Concrete				\$ 761,800
38	Masonry	Donaldson	0410	Exterior and Interior	\$ 251,284
39	Total Masonry				\$ 251,284
40	Metals	Donaldson	0510	Structural Steel	\$ 1,572,000
41	Metals	Donaldson	0540	Steel Erection Overtime	\$ 78,750
42	Metals	Donaldson	0545	Roof Screening	\$ 50,000
43	Metals	Donaldson	0550	Misc Metals/Bumper Posts	\$ 10,000

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	A	B	C	D	E
1	Category	Contractor	Cost Code	Scope of Work	May 7 Revisions
44	Metals	Donaldson		Solar Screen with Logo @ Glass	\$ 220,500
45	Total Metals				\$ 1,931,250
46	Wood and Plastics	Donaldson	0610	Interior Carpentry	\$ 279,380
47	Wood and Plastics	Donaldson	0620	Millwork	\$ 75,000
48	Total Wood and Plastics				\$ 354,380
49	Thermal and Moisture	Donaldson	0750	Membrane Roofing	\$ 343,060
50	Thermal and Moisture	Donaldson	0770	Metal Siding/Flashing/Trim	\$ 199,795
51	Thermal and Moisture	Donaldson		Soffit above glass/entrance canopy	\$ 150,400
52	Thermal and Moisture	Donaldson	0780	Skylights Plant and Office	\$ 55,860
53	Thermal and Moisture	Donaldson	0790	Caulking and Sealants	\$ 12,300
54	Thermal and Moisture	Donaldson		Overtime for Roofing/Siding	\$ 63,000
55	Total Thermal and Moisture				\$ 824,415
56	Doors and Windows	Donaldson	0801	Hollow Metal Doors/Frames	\$ 27,000
57	Doors and Windows	Donaldson	0802	Wood Doors	\$ 50,000
58	Doors and Windows	Donaldson	0804	Overhead Doors	\$ 11,000
59	Doors and Windows	Donaldson	0820	Windows	\$ 54,000
60	Doors and Windows	Donaldson	0830	Glass/Glazing/Storefronts	\$ 360,000
61	Total Doors and Windows				\$ 502,000
62	Finishes	Donaldson	0950	Ceilings	\$ 102,000
63	Finishes	Donaldson	0960	Floorings	\$ 104,175
64	Finishes	Donaldson	0990	Shop Paint	\$ 66,000
65	Finishes	Donaldson	0990	Office Paint	\$ 66,300
66	Total Finishes				\$ 338,475
67	Specialties	Donaldson	1020	Bathroom Accessories	\$ 20,000
68	Specialties	Donaldson	1021	Toilet Partitions	\$ 11,200
69	Specialties	Donaldson	1022	Signage	\$ 850
70	Specialties	Donaldson	1023	Fire Extinguishers and Cabinets	\$ 1,200
71	Total Specialties				\$ 33,250
72	Equipment	Donaldson	1120	Dock Levelers	\$ 18,000
73	Equipment	Donaldson	1121	Dock Seals	\$ 6,000
74	Total Equipment				\$ 24,000
75	Conveying Systems	Donaldson	1401	Elevator	\$ 90,000
76	Total Conveying Systems				\$ 90,000
77	Fire Suppression	Donaldson	1210	Fire Protection-Extinguishing System	\$ 190,000
78	Total Fire Supression				\$ 190,000
79	Plumbing	Donaldson	2201	Plumbing	\$ 283,500
80	Plumbing	Donaldson	2210	Gas Service	\$ 30,000
81	Plumbing	Donaldson	2220	Engineering	\$ 10,000
82	Total Plumbing				\$ 323,500
83	HVAC	Donaldson	2301	HVAC Offices, Lab, Shop	\$ 970,000
84	HVAC	Donaldson	2301	HVAC Engineering	\$ 20,000
85	Total HVAC				\$ 990,000

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Master Project Budget (New Facility-Rochester Hills, MI)

CONFIDENTIAL
May 11, 2016

	A	B	C	D	E
1	Category	Contractor	Cost Code	Scope of Work	May 7 Revisions
86	Electrical	Donaldson	2601	Electrical	\$ 695,000
87	Electrical	Donaldson	2601	Shop LED Lighting Upgrade	\$ 36,500
88	Electrical	Donaldson	2601	Office LED Lighting Upgrade	\$ 44,550
89	Electrical	Donaldson	2601	Generator Wiring/Switching	\$ 40,000
90	Electrical	Donaldson	2601	Electrical Engineering	\$ 40,000
91	Total Electrical				\$ 856,050
92	Elec. Safety and Security	Donaldson	2830	Fire Detection and Alarm System	\$ 95,000
93	Total Electrical/Safety/Sec				\$ 95,000
94	Earthwork	Donaldson	3101	Excavation-Mass Grading/Cut/Fill	\$ 400,000
95	Earthwork	Donaldson	3101	Off-Site Improvements	\$ 80,000
96	Earthwork	Donaldson	3103	Site Fill-Material	\$ 61,124
97	Earthwork	Donaldson	3111	Soil Erosion/Stabilization	\$ 50,000
98	Earthwork	Donaldson	3111	Clear and Grub	\$ -
99	Total Earthwork				\$ 591,124
100	Exterior Improvements	Donaldson	3201	Asphalt	\$ 190,000
101	Exterior Improvements	Donaldson	3320	Landscaping	\$ 250,000
102	Exterior Improvements	Donaldson	3250	Parcel #1 Site Restoration	\$ 84,000
103	Total Exterior Improvements				\$ 524,000
104	Utilities	Donaldson	3301	Misc. Utilities	\$ 389,950
105	Total Utilities				\$ 389,950
106	Process Infrastructure	Donaldson	4201	Process Piping-Mechanicals	\$ -
107	Process Infrastructure	Donaldson	4301	Compressed Air Piping	\$ 105,000
108	Total Process Infrastructure				\$ 105,000
109	8 % Contract Fee	Donaldson		Per Construction Contract	\$ 812,066
110	Total Contract Fee				\$ 812,066
111	Project Equipment	Tbd	JP023	Crane Rail, Power Bar, Installation	\$ 84,000
112	Project Equipment	Tbd	JP024	10 Ton Crane	\$ 110,000
113	Project Equipment	Tbd	JP025	(1) 5-Ton and (1) 3-Ton Crane	\$ 85,000
114	Project Equipment	Tbd	JP027	New Lab with HVAC, Air Flow	\$ 300,000
115	Project Equipment	Tbd	JP049	Generator Purchase-100 KW	\$ 50,000
116	Total Contingenices				\$ 274,072
117	Contingencies	Donaldson		2.50%	\$ 274,072
118					
119	TOTAL CONSTRUCTION COST				\$ 12,883,382
120	FOR REAL PROPERTY				

EXHIBIT 1

LEGAL DESCRIPTION OF THE PROPERTY

15-21-376-010: T3N, R11E, SEC 21 PART OF SW 1/4 BEG AT PT DIST N 86-50-00 E 1480.36 FT FROM SW SEC COR, TH N 03-00-00 W 258.49 FT, TH S 86-50-00 W 99.85 FT, TH N 03-10-00 W 63.26 FT, TH S 86-50-00 W 102.44 FT, TH N 00-39-00 E 56.87 FT, TH ALG CURVE TO LEFT, RAD 5789.65 FT, CHORD BEARS N 49-50-20 E 743.11 FT, DIST OF 743.64 FT, TH S 03-10-00 E 825.53 FT, TH S 86-50-00 W 395.60 FT TO BEG EXC S 60 FT, ALSO EXC E 261 FT OF W 311 FT OF N 12 FT OF S 72 FT 6.13 A9-22-05 FR 007

15-21-376-011: T3N, R11E, SEC 21 PART OF S 1/2 OF SEC BEG AT PT DIST N 86-50-00 E 1875.96 FT FROM SW SEC COR, TH N 03-10-00 W 825.53 FT, TH ALG CURVE TO LEFT, RAD 5789.65 FT, CHORD BEARS N 43-17-15 E 562.00 FT, DIST 562.22 FT, TH N 40-30-20 E 32.78 FT, TH S 03-10-00 E 1236.40 FT, TH S 86-50-00 W 430.00 FT TO BEG EXC S 60 FT, ALSO EXC E 11 FT OF N 12 FT OF S 72 FT 9.51 A9-22-05 FR 004