

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: 2016-0568 V2

TO:

Mayor and City Council Members

FROM:

Ed Anzek, Director of Planning & Economic Development, ext. 2572

DATE:

January 12, 2017

SUBJECT:

Request to Establish an Industrial Development District at 3499 W. Hamlin Road

REQUEST:

Molex, LLC 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. Molex is requesting that City Council establish an IDD for 3499 W. Hamlin Road also known as Parcel No. 15-30-227-004.

BACKGROUND:

Molex is a U.S. based company that manufactures electronic and fiber optic connection systems for various industries. With locations and employees all over the globe, its Transportation & Industrial Division (currently located in Auburn Hills) is experiencing growth and needs to expand its product development capabilities. In 2016, the City of Rochester Hills, MEDC and Oakland County representatives began working with Molex's consultants to determine feasibility of retaining and growing these operations in Michigan.

Under PA 198, a company physically located in an IDD is eligible for an Industrial Facilities Exemption Certificate (IFT). Molex, LLC purchased 3499 W. Hamlin Road, also known as Parcel No. 15-30-227-004, and plans to make significant improvements to the facility including adding 15,000 square feet. 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 Molex, LLC will be present to address City Council. Additional information, including staff analysis and recommendations, can be found in the Agenda Summary relating to the IFT application (please refer to Legislative File No. 2016-0569).

RECOMMENDATION:

Approve the request by Molex, LLC to establish an Industrial Development District at 3499 W. Hamlin Road also known as Parcel No. 15-30-227-004.

APPROVALS:	SIGNATURE	DATE
Department Review	Parison Valution >	1.13.17
Department Director		1.13.17
Mayor		
Deputy Clerk		