

Legislative File No: 2017-0145 V2

TO:	Mayor and City Council Members
FROM:	Sara Roediger, Director of Planning & Economic Development, ext. 2573
DATE:	April 7, 2017
SUBJECT:	Request to Establish an Industrial Development District at Parcel Nos 70-15-29-451-001 and 70-15-29-401-003.

REQUEST:

RayEstates Rochester RCI LLC (A. Raymond) 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. RayEstates Rochester RCI LLC is requesting that City Council establish an IDD for 2474 Devondale Road, also known as Parcel Nos. 70-15-29-451-001 and 70-15-29-401-003.

BACKGROUND:

For 30 years, the City of Rochester Hills has been home to various A. Raymond divisions. The company's long-term vision is to capitalize on the market growth opportunities in North America. Therefore, RayEstates Rochester RCI LLC has acquired vacant land on Devondale Road with the plan to construct a new, 22,000 square foot facility to accommodate A. Raymond North America Headquarters and other subsidiaries.

RayEstates Rochester RCI LLC has also requested that these two parcels be combined into one parcel. Once this request has been approved by Oakland County, the IDD will be transferred to the new Parcel No. 70-15-29-401-008.

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 A. Raymond 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. 2017-0146).

RECOMMENDATION:

Approve the request by RayEstates Rochester RCI LLC to establish an Industrial Development District at 2474 Devondale Road also known as Parcel Nos. 70-15-29-451-001 and 70-15-29-401-003.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
Deputy Clerk		