



**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: 2009-0092 V4

TO: Mayor and City Council Members

FROM: Ed Anzek, Director of Planning and Economic Development, ext. 2572

DATE: February 7, 2011

SUBJECT: Request to Schedule a Public Hearing Regarding Tax Abatement Transfer for IFT #2009-143 for Magna Electronics to Magna eCar USA, LP. Change of Name only.

REQUEST:

Schedule a Public Hearing regarding the request to transfer Industrial Facilities Exemption, IFT #2009-143, from Magna Electronics to Magna eCar USA, LP.

BACKGROUND:

On March 16, 2009, Magna Electronics, a subsidiary of Magna International, was granted an Industrial Facilities Exemption Certificate by the Rochester Hills City Council. The request was approved for additional investment of real and personal property totaling \$4,727,014 for a period of eight (8) years. In early 2011, the City was notified that Magna Electronics was changing its name to Magna eCar USA, LP and all assets were transferred, including legal obligations and agreements.

After consulting with the State Tax Commission, it was determined that the correct procedure is to transfer the IFT from Magna Electronics to Magna eCar USA, LP. Public Act 198, 207-571, Sec. 21 (1) states that the holder of an IFT may transfer it to another entity with the approval of the local government unit and the commission after application by the new owner, and notice and hearing in the same manner as provided in Section 5 for the application for a certificate.

An application was filed with the City by Magna eCar USA, LP on January 24, 2011. In the application, Magna eCar states that in early 2011, the corporation filed corporate documents officially changing the name of the company from Magna Electronics to Magna eCar USA, LP.

RECOMMENDATION:

Schedule the Public Hearing for the Regular Meeting of City Council on February 28, 2011 and direct the City Clerk to place a notice of the hearing in a paper of general circulation on Thursday, February 17, 2011 and to notify the taxing jurisdictions by certified mail no later than Monday, February 21, 2011.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
City Council Liaison		

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