



City of Rochester Hills
AGENDA SUMMARY
NON-FINANCIAL ITEMS

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Legislative File No: 2011-0412 V2

TO: Mayor and City Council Members

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

DATE: October 6, 2011

SUBJECT: Request for the establishment of an Industrial Development District at 2930 W. Auburn for Eagle Ottawa, LLC

REQUEST:

Eagle Ottawa, LLC has applied for a Tax Abatement under PA 198 provisions. In accordance with State Law, the land area must be located in an Industrial Development District. Staff is requesting City Council establish an Industrial Development District (IDD) for parcel 70-15-29-300-006, also known as 2930 W. Auburn Road.

BACKGROUND:

Public Act 198, of 1974, as amended, allows communities to establish IDD's on its own initiative, or at the request of a property owner. Eagle Ottawa LLC owns the industrial building and 10.75 acre site at 2930 W. Auburn Road, also known as Parcel No. 70-15-29-300-006. Eagle Ottawa is a world leader in automotive interior leather systems. Currently, this location operates as the company's North American Research & Development Center. The company is considering an investment of specialized equipment to begin a small production operation at this facility.

A company located in an IDD, if eligible under PA 198, can apply for an Industrial Facilities Exemption Certificate (IFT); the mechanism to enable a tax abatement. Eagle Ottawa, LLC is an eligible company and has submitted an application for an IFT. The City Council typically considers the establishment of an IDD in conjunction with an IFT application if an IDD has not been previously established.

City Council is required to hold a public hearing before making a determination on whether to establish an IDD.

A representative of Eagle Ottawa, LLC will be present to address the City Council. Additional information, including staff recommendations, can be found in the Agenda Summary relating to the IFT application.

RECOMMENDATION:

Approve the request by Eagle Ottawa, LLC to establish an Industrial Development District at 2930 W. Auburn Road, also known as Parcel No. 70-15-29-300-006.

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

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