



City of Rochester Hills  
AGENDA SUMMARY  
NON-FINANCIAL ITEMS

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)

---

Legislative File No: 2010-0495 V5

**TO:** Mayor and City Council Members

**FROM:** Ed Anzek, Director of Planning & Economic Development

**DATE:** September 6, 2013

**SUBJECT:** Request Scheduling of Public Hearing regarding the Request for an Industrial Facilities Exemption Certificate at 2923 Technology Drive.

---

**REQUEST:**

Schedule a Public Hearing for the Regular Meeting of City Council on September 30, 2013, to consider the request for an Industrial Facilities Exemption Certificate (IFT) or tax abatement, for personal property only for Otto Bock Polyurethane Technologies, Inc, located at 2923 Technology Drive, also known as parcel No. 15-30-477-012.

**BACKGROUND:**

The City received notice from Otto Bock on September 5, 2013 that Otto Bock was experiencing growth beyond their original projections and anticipates making an additional investment in machinery and equipment in an amount to exceed \$2.7 million. Therefore, they are requesting your consideration for an IFT.

As defined in Public Act 198, of 1974, as amended, an IFT may not be approved without the establishment of an Industrial Development District (IDD). For parcel No. 15-30-477-012, the IDD already exists as City Council on December 13, 2010, approved the establishment of an IDD at this parcel and an IFT for real and personal property for Otto Bock Polyurethane Technologies, Inc. Otto Bock is currently in the third year of that five-year tax abatement. This newly presented investment was not calculated at the time of the first abatement and cannot be added to the existing tax abatement as the two-year window of time to make those investments has closed.

By law, City Council must hold a Public Hearing before ruling on an IFT application. Public Act 198, of 1974, as amended, requires that City Council render a decision on an IFT application within 60 days of receipt. The Michigan State Tax Commission requires complete applications be submitted to their offices by October 31<sup>st</sup> to receive the IFT Certification by year end. Therefore, City Council may hold the Public Hearing and render a decision on September 30, 2013.

Otto Bock will make a presentation to City Council regarding this investment plan and request for an IFT at the September 30<sup>th</sup> meeting and just prior to the Public Hearing.

**RECOMMENDATION:**

Schedule the Public Hearing for the Regular Meeting of City Council on September 30, 2013.

---

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