

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: 2014-0395 V2

TO: Mayor and City Council Members

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

DATE: September 24, 2016

SUBJECT: Request to establish an Industrial Development District (IDD) at 1857 Enterprise Drive

for AdduXi, Inc.

REQUEST:

AdduXi, Inc. 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 that City Council establish an Industrial Development District (IDD) for 1857 Enterprise Dr., also known as Parcel No. 70-15-28-302-011.

BACKGROUND:

AdduXi, Inc. is a privately-held company with world headquarters located in France. The company's business model called for it to establish a manufacturing facility to accommodate its North American customers. AdduXi, Inc. considered various communities and in January 2014, approached Oakland County and the City of Rochester Hills to discuss the advantages of locating in Rochester Hills and leasing the 26,000 square foot facility at 1857 Enterprise Drive, which is owned by Dana Holding Corporation.

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

A representative of AdduXi, Inc. will be present to address City Council. Additional information, including staff recommendations, can be found in the Agenda Summary relating to the IFT application (please refer to Legislative File No. 2014-0400).

RECOMMENDATION:

Approve the request by AdduXi, Inc. to establish an Industrial Development District at 1857 Enterprise Drive, also known as Parcel No. 70-15-28-302-011.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
Deputy Clerk		

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