

Resolution: EME0052013

Presented: 10-11-13

Adopted: 10-11-13

**Resolution Setting Hearing Date to Consider an
Industrial Facilities Exemption Certificate
(GM L.L.C.)**

BY THE MAYOR:

On the 2nd day of February 1979, an Industrial Development District was established on the property legally described in the attachment; and

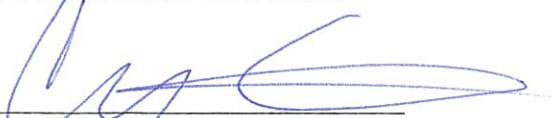
Owners/tenants of said property filed on the 8th day of October 2013, with the City Clerk of the City of Flint, an application for an Industrial Facilities Exemption Certificate for real property located within the previously established and legally described Industrial Development District; and

Before acting upon said application, the Emergency Manager is required by State Statute to afford the Applicant, the City Assessor and representatives of any taxing units, which may be affected, an opportunity for a hearing thereon.

Such a hearing to consider an Industrial Facilities Exemption Certificate (P.A. 198) for GM L.L.C. shall be held on the 23rd day October 2013 at 10:00 A.M. in City Council Chambers of Flint City Hall, 1101 S. Saginaw Street, Flint, Michigan, and the City Clerk shall cause notice of such hearing to be published in an official paper of general circulation.

BE IT FURTHER RESOLVED, That at said hearing the above referred to and any other interested parties shall have the opportunity to be heard relative to said application.

APPROVED AS TO FORM:


Peter M. Bade, City Attorney

APPROVED BY FINANCE:


Gerald Ambrose, Finance Director

EM DISPOSITION:

ENACT X FAIL _____

DATED: 10-11-13


Darnell Earley, Emergency Manager

RESOLUTION STAFF REVIEW FORM

DATE

October 4, 2013

Agenda Item Title:

Resolution Setting Hearing Date for an Industrial Facilities Exemption Certificate (GM L.L.C.)

Prepared By

Author: G.R. Dunlap

Requestor: The Department of Community and Economic Development

Background/Summary of Proposed Action:

The purposes for which these resolutions are being presented are to approve an Industrial Facilities Exemption Certificate for GM L.L.C on new construction at its GM Flint Assembly plant and to set a public hearing to provide an opportunity for interested parties to comment on the request.

GM L.L.C. proposes to invest approximately \$124,500,000 on the construction of an 850,000 sq ft paint shop. The proposed building would be constructed within GM's Van Slyke Road Complex and adjacent to the existing engine and truck assembly facilities. The shop will allow its workers to paint vehicles from operations at the adjacent GM Flint Assembly Plant. Once completed, the project will become GM's most modern paint facility. Construction of the paint shop is slated to begin in January 2014 and be fully operational December 2016.

GM L.L.C. is requesting an Industrial Facilities Exemption Certificate (tax abatement) on its new investment in the construction of the paint shop. In accordance with Public Act 198, a public hearing will be held to allow interested parties the opportunity to comment on the project.

Financial Implications (Analysis):

Under Public Act 198, a recipient of an Industrial Facilities Exemption Certificate affords the holder an assessment of its new investment of real and personal property at 50 percent of the calculated true cash value.

Under the proposed \$124,500,000 investment in real property, an estimated \$1,959,557 in real property tax revenue during the first year will be realized. This amount in real property tax revenue is based on the proposed building costs.

Budgeted Expenditure: Yes _____ No X _____

Please explain, if no: N/A

Account #:

Reviewed and approved by S. Wilcox _____

Date

Reviewed and approved by C. Dotson _____

Date

Pre-encumbered: Yes _____ No _____ **Requisition #** _____

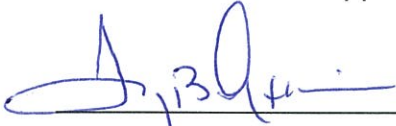
Suspension/Debarment (EPLS) Yes _____ Done _____ No _____

Other Implications (i.e., collective bargaining:


There are no known implications

Staff Recommendation:

Staff recommends approval.



Tracy B. Atkinson, Chief Officer



David Solis, Planning and Development
Director