

Resolution NO

NO. 175

A Resolution setting a Public Hearing for 7:00 PM, September 5, 2017, on a proposed Industrial Facilities Exemption (IFE) Certificate at the request of Bowers Aluminum Company for real property located at 1401 Shiga Drive in Industrial Development District No. 2.

#### BATTLE CREEK, MICHIGAN - 8/15/2017

#### Resolved by the Commission of the City of Battle Creek:

The City of Battle Creek has received an application for an Industrial Facilities Exemption Certificate under the provisions of Act 198 of the Public Acts of 1974, as amended, from Bowers Aluminum Company with respect to a facility located within Industrial Development District No. 2; and

1. The City Commission of the City of Battle Creek shall hold a hearing on September 5, 2017, beginning at 7:00 PM in the City Commission Chambers in City Hall, Battle Creek, Michigan, for the purpose of affording a hearing to the applicant, the City Assessor and a representative of each taxing unit which levies ad valorem property taxes in the City of Battle Creek on the real property of the applicant, as required by Section 5 (2) of said Act; and

2. The City Clerk shall notify in writing the City Assessor and the legislative body of each taxing unit which levies ad valorem property taxes on the real property of the applicant, of the date, time and place of the aforementioned hearing and that the City Commission shall afford the applicant, Assessor and a representative of each such taxing unit an opportunity to be heard with respect to the applicant's application.

		Battle Creek City Commission 8/15/2017 Action Summary
Staff Member	Steven M. Hudson	
Department:	Assessing	

### SUMMARY

A Resolution setting a Public Hearing for 7:00 PM, September 5, 2017, on a proposed Industrial Facilities Exemption (IFE) Certificate at the request of Bowers Aluminum Company for real property located at 1401 Shiga Drive in Industrial Development District No. 2. **BUDGETARY CONSIDERATIONS** 

Abatement Ends

#### **CITY OF BATTLE CREEK**

## Assessor's Application Review & Tax Analysis for Industrial Facilities Tax Exemption Request

Applicant:	Bowers Aluminum Company
Location of Facility:	1401 Shiga Drive
Application Filed:	7/28/2017
Industrial Development District:	IDD #2
Special District(s) Containing Facility:	BATTLE CREEK TIFA
Type of Facility:	NEW
Description of Facility:	

Applicant intends to construct a 68,850 square foot industrial facility to be used for anodizing aluminum products

Property Type	Estimated Investment	Construction Begins	Construction Ends	# of Years Eligible	
Real	\$2,420,000	9/18/2017	9/17/2018	12	12/30/2031
Personal*					

Total: \$2,420,000 NOTE: Abatement ends 12 years <u>after</u> project completion.

Tax Year	Taxable	Taxes Without	Taxes With Abatement	Taxes Abated	
	Value	Abatement			Abatement Years
2018	\$400,000	\$25,616	\$14,008	\$11,608	1st Year Abatement
2019	\$1,210,000	\$77,488	\$42,374	\$35,114	2nd Year Abatement
2020	\$1,210,000	\$77,488	\$42,374	\$35,114	3rd Year Abatement
2021	\$1,210,000	\$77,488	\$42,374	\$35,114	4th Year Abatement
2022	\$1,210,000	\$77,488	\$42,374	\$35,114	5th Year Abatement
2023	\$1,210,000	\$77,488	\$42,374	\$35,114	6th Year Abatement
2024	\$1,210,000	\$77,488	\$42,374	\$35,114	7th Year Abatement
2025	\$1,210,000	\$77,488	\$42,374	\$35,114	8th Year Abatement
026	\$1,210,000	\$77,488	\$42,374	\$35,114	9th Year Abatement
2027	\$1,210,000	\$77,488	\$42,374	\$35,114	10th Year Abatement
2028	\$1,210,000	\$77,488	\$42,374	\$35,114	11th Year Abatement
2029	\$1,210,000	\$77,488	\$42,374	\$35,114	12th Year Abatement
2030	\$1,210,000	\$77,488	\$42,374	\$35,114	13th Year Abatement
TOTALS		\$955,471	\$522,494	\$432,977	
Expected # of jobs to be created within 2 years of completion: Expected # of jobs to be retained as a result of this project: City's Current Abatement Ratio (including this application):			50 0 9.09%		
Proposed TOTAL Taxes to be Abated over Life of Certificate:			\$432,977		
Full Millage- IFT Millage-			Submitted by:	Steven Hudso City Assessor	
-	al property becan clude 1% admini	<b>me exempt in 2016</b> strative fee			
	MOUNT AND I	FRATIVE PURPO DURATION OF IN		JECT TO CITY	Y COMMISSION

## ESTIMATED PROPERTY TAXES OVER LIFE OF CERTIFICATE

# HISTORY, BACKGROUND and DISCUSSION

This resolution schedules a public hearing on the attached Industrial Facilities Exemption application from Bowers Aluminum Company.

## **DISCUSSION OF THE ISSUE**

## **POSITIONS**

### ATTACHMENTS:

File Name

Bowers\_Aluminum\_Co\_IFE\_Application\_7-28-17.pdf

Description

Bowers Aluminum Company IFE Application 7-28-17