

CITY OF BURTON
SPECIAL COUNCIL MEETING MINUTES
2ND PUBLIC HEARING
JUNE 3, 1996, 7:00 P.M., COUNCIL CHAMBERS

The Special Meeting was called to order by Ted Hammon, President, at 7:05 P.M.

Members Present: Abbey, Cox, Cross, Hammon, Martinbianco and Walls.

Members Absent: Zelenko.

Others Present: D. Lowthian, Assessor; J. Major, DPW Director and G. Webster, City Clerk.

CHAIR STATES THE PURPOSE OF THE MEETING:

Public Hearing on an Application for Industrial Facilities Exemption Certificate filed by Flint Boxmakers, Inc.

PRESENTATION:

Mr. Lowthian said Flint Boxmakers is requesting a tax abatement of \$1.3 million on renovations. They have added a 28,000 sq. ft. addition, remodeled the interior and exterior of their building, added new equipment to the facility, and plan to create 20 new jobs. They qualify for a 12 year abatement on real property and a 6 year abatement on other improvements. This would provide a savings to the company of \$169,000, of which \$32,300 are City taxes.

Mr. Landaal, President of Flint Boxmakers, G-2490 Bristol Rd., said it was a pleasure doing business in the City since 1959. The whole complex will be about 115,000 sq. ft. when completed. He appreciates the City's support in the growth of his company.

COUNCIL LISTENS TO OBJECTIONS/FAVORABLE COMMENTS TO SAID EXEMPTION CERTIFICATION:

AUDIENCE PARTICIPATION:

John Stapish, 5160 E. Atherton Rd., inquired about the number of exemptions a

corporation can have and the potential for increased cost to other citizens due to tax exemptions.

Mr. Lowthian said he was not aware of Boxmakers receiving another tax abatement. Companies are not limited to the number of abatements they receive for adding new buildings or equipment.

COUNCIL DISCUSSION:

Mr. Cox clarified information on the abatement and wanted to know the additional amount of taxes to be collected, based on the improvements.

Mr. Lowthian said it would be an equal amount. We would gain an additional \$32,000 in taxes.

PRESIDENT DECLARED THE HEARING CLOSED.

SPECIAL COUNCIL MEETING MINUTES
JUNE 3, 1996/7:00 P.M.
PAGE -2-

RESOLUTION:

Approve and authorize Standard Resolution #5 for an Industrial Development District known as District No. I-95-3 relative to an Industrial Facilities Exemption Certificate:

(a) Construction of facilities has not begun 6 months before the date of acceptance of the application for the Exemption Certificate.

(b) Application relates to a new facility, pursuant to Act 198 of P.A. 1974 and will be located in the District No. I-95-3 established by City Council on August 21, 1995.

(c) The facility will create or retain employment within the City of Burton.

(d) The facility will not affect employment in other areas of the State of Michigan adversely.

(e) The application applies to a new facility.

(f) The granting of the Certificate will not exceed five percent (5%) of an amount equal to the sum of S.E.V. of the City, or impede/impair financial soundness of any local unit of government.

(g) The Exemption Certificate is hereby approved for a period of twelve (12) years on real property and six (6) years on personal property improvements.

Moved by Cross, supported by Abbey to approve Resolution #5 for an Industrial Development District, known as District No. I-95-3 relative to an Industrial Facilities Exemption Certificate. Motion carried 6-0.

Meeting Adjourned at 7:12 P.M.

Gayle Webster
Burton City Clerk

GW/cml