

**SUMMARY REPORT TO MANAGER  
for City Council Meeting of January 22, 2007**

**SUBJECT: REQUEST FOR INDUSTRIAL FACILITIES EXEMPTION  
CERTIFICATES FROM THE DOW CORNING CORPORATION**

**RESOLUTION SUMMARY:** These resolutions will set public hearings on February 12, 2007, for the requests from the Dow Corning Corporation for three industrial facilities exemption certificates with various components located within the Dow Corning Corporation Industrial Development District and the Dow Corning Corporation Plant Rehabilitation District, one industrial facilities exemption certificate located in the Dow Corning Corporation Industrial Development District and one industrial facilities exemption certificate with various components located within the Dow Corning Corporation Industrial Development District, the Dow Corning Corporation Plant Rehabilitation District and the Dow Corning 321 Plant Rehabilitation District, all relating to new facilities.

- A. This project is for the purchase of additional machinery and equipment for two of Dow Corning's Core Products Businesses. The Organo Supply Chain is replacing their 9117 & 9121 columns in the 2703 Building to improve existing capabilities, process integrity and reliability; and the Rubber Supply Chain is adding capacity as well as upgrading their process control system. The estimated cost for this new facility is \$6,199,000.
- B. This project is for the purchase of additional machinery and equipment for Dow Corning's Specialty Chemical Business. In the Paper Coating Supply Chain, added piping and minor equipment will allow for higher utilization of the current process; and a new process chiller is being added to the 106 Building. The Phenyl Supply Chain is adding process equipment in the 505 Building and is also adding an Amino Vac Stretch Upgrade in their 303 Building. The estimated cost for this new facility is \$4,428,000.
- C. This is a two-part special project currently under development at the Midland Plant site. The first part is to acquire and install Polysilane finishing capability and the second part consists of adding the necessary utility drops, tables and general lab facilities to reopen labs in the 5101 Building for use in the BTI organization. The estimated cost for this new facility is \$629,000.

- D. This project will allow the Electronics Business to purchase new equipment to develop and test new materials. The project calls for replacing a hood in the 3102 Building and adding a pilot assembly line in the 5101 Building. The estimated cost for this new facility is \$461,800.
- E. This project is for various site improvements at Dow Corning's Midland Plant. These improvements include adding SWR piping in the 2703 Building and implementation of an electrical and steam management project at the site level. The estimated cost of this new facility is \$751,000.

**ITEMS ATTACHED:**

- 1. Letter of transmittal
- 2. Resolutions with applications attached

**COUNCIL ACTION:**

- 1. 3/5 vote required to approve resolution

Reid Duford  
City Assessor  
January 17, 2007

R:/dowcorningiftJan2007.sum



City Hall • 333 West Ellsworth Street • Midland, Michigan 48640-5132 • 989.837.3300 • 989.835.2717 Fax • [www.midland-mi.org](http://www.midland-mi.org)

January 17, 2007

Mr. Jon Lynch  
City Manager  
City of Midland

Dear Jon:

Attached are five applications from the Dow Corning Corporation requesting approval for industrial facilities exemption certificates. Dow Corning is requesting new facility exemptions for 12 years on all five applications. The project identified as Item D is located within the Dow Corning Corporation Industrial Development District. Various components of the projects described in Items A, C & E are located within the Dow Corning Corporation Industrial Development District and the Dow Corning Corporation Plant Rehabilitation District. The project identified as Item B has various components located within the Dow Corning Corporation Industrial Development District, the Dow Corning Corporation Plant Rehabilitation District and the Dow Corning 321 Plant Rehabilitation District. The applications are summarized as follows.

A. New Facility - Estimated Project Cost: \$6,199,000.

This project is for the purchase of additional machinery and equipment for two of Dow Corning's Core Products Businesses. The Organo Supply Chain is replacing their 9117 & 9121 columns in the 2703 Building to improve existing capabilities, process integrity and reliability, and the Rubber Supply Chain is adding capacity as well as upgrading their process control system. This project is expected to retain 20 existing jobs.

B. New Facility - Estimated Project Cost: \$4,428,000.

This project is for the purchase of additional machinery and equipment for Dow Corning's Specialty Chemical Business. In the Paper Coating Supply Chain, added piping and minor equipment will allow for higher utilization of the current process; and a new process chiller is being added to the 106 Building. The Phenyl Supply Chain is adding process equipment in the 505 Building and is also adding an Amino Vac Stretch Upgrade in their 303 Building. This project is expected to retain 11 existing jobs.

C. New Facility - Estimated Project Cost: \$629,000.

This is a two-part special project currently under development at the Midland Plant site. The first part is to acquire and install Polysilane finishing capability and the second part of the project consists of adding the necessary utility drops, tables and general lab facilities to reopen labs in the 5101 Building for use in the BTI organization. Approval of this application will help in retaining 920 existing jobs at the Midland facility.

D. New Facility - Estimated Project Cost: \$461,800.

This project will allow the Electronics Business to purchase new equipment to develop and test new materials. The project calls for replacing a hood in the 3102 Building and adding a pilot assembly line in the 5101 Building. The project is expected to retain 29 existing jobs.

E. New Facility - Estimated Project Cost: \$751,000.

This project is for various site improvements at Dow Corning's Midland Plant. These improvements include adding SWR piping in the 2703 Building and implementation of an electrical and steam management project at the site level. Approval of this application is expected to help retain 420 existing jobs at the Midland Plant.

These projects are expected to create additional tax revenue of \$234,200 for the City of Midland during the 12-year exemption period. All other taxing authorities combined will receive a total of \$895,000 during the same exemption period.

All of the projects combined are expected to generate an additional \$1,129,200 in total tax revenue for all taxing authorities with this industrial facilities abatement. Assuming Dow Corning would go forward with these projects, but without the industrial facilities tax incentive, the revenues to be generated over the same 12-year period would be \$2,004,400.

Also attached are resolutions, which set the public hearings for February 12, 2007, upon these requests.

Sincerely,



Reid Duford  
City Assessor

(9d)



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BY COUNCILMAN

RESOLVED, that an application dated December 6, 2006 was received December 6, 2006, from the Dow Corning Corporation, with supporting data pursuant to Public Act 198 of the Public Acts of the State of Michigan of 1974, as amended, for an industrial facilities tax exemption certificate within the Dow Corning Corporation Industrial Development District and the Dow Corning Corporation Plant Rehabilitation District, relating to the purchase of additional machinery and equipment for two of Dow Corning's Core Products Businesses: the Organo Supply Chain is replacing their 9117 & 9121 columns in the 2703 Building to improve existing capabilities, process integrity and reliability; and the Rubber Supply Chain is adding capacity as well as upgrading their process control system, with the total project having a cost of \$6,199,000, and being expected to retain 20 existing jobs, is hereby acknowledged, received and ordered placed on file in the City Clerk's office; and

RESOLVED FURTHER, a hearing shall be held before the City Council on Monday, February 12, 2007, at 7:00 p.m., in the Council Chambers of the City Hall, 333 W. Ellsworth Street, Midland, Michigan, for the purpose of affording the applicant, the City Assessor and representatives of the affected taxing units an opportunity for a hearing on the application; and the City Clerk shall provide written notice thereof in accordance with Section 5 of Public Act 198.

YEAS:

NAYS:

ABSENT:

I, Selina Tisdale, City Clerk, City of Midland, Counties of Bay and Midland, State of Michigan, do hereby certify that the foregoing is a true and correct copy of a resolution adopted by a     yea vote of all the Councilmen present at a regular meeting of the City Council held Monday, January 22, 2007.

\_\_\_\_\_  
Selina Tisdale, City Clerk

RECEIVED  
CITY CLERK  
MIDLAND, MICHIGAN

# Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

2006 DEC - 6 P 4: 16

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

Signature of Clerk <i>[Signature]</i>		Date received by Local Unit <i>Dec. 6, 2006</i>
Application Number		Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) <b>Dow Corning Corporation</b>	1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) <b>2815</b>
1c. Address of Facility (real property or personal property location) <b>City of Midland</b>	1d. Name of City/Township/Village (Indicate which) <b>City of Midland</b>
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))	1e. County <b>Midland</b>
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	3a. School District where facility is located <b>Midland</b>
	3b. School Code <b>56010</b>
	4. Amount of years requested for exemption (1-12 Years) <b>12</b>
5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed). <b>See Attachments 1 &amp; 2</b>	

6a. Cost of land and building improvements (excluding cost of land) * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	\$0.00 Real Property Costs
6b. Cost of machinery, equipment, furniture and fixtures * Attach itemized listing with month, day and year of beginning of installation plus total costs	\$6,199,000.00 Personal Property Costs
6c. Total Project Costs * Round Costs to Nearest Dollar	\$6,199,000.00 Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	<u>Begin Date (M/D/Y)</u>	<u>End Date (M/D/Y)</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	6/24/06	6/24/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	6/24/06	6/24/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  
 Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. **20**

10. Number of new jobs at this facility expected to be created within two years of project completion. **0**

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) \_\_\_\_\_

b. SEV of Personal Property (excluding inventory) \_\_\_\_\_

c. Total SEV \_\_\_\_\_

12a. Check the type of District the facility is located in:  
 Industrial Development District  Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
**2/23/81 ; 2/23/81**

12c. Is this application for a speculative building (Sec. 3(8))?  
 Yes  No

**APPLICANT CERTIFICATION - complete all boxes.**

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name Erin Witte	13b. Phone Number (989) 496-4742	13c. Fax Number (989) 496-1560	13d. E-mail Address erin.witte@dowcorning.com
14a. Name of Contact Person John Tierney	14b. Phone Number (989) 496-8076	14c. Fax Number (989) 496-6132	14d. E-mail Address j.tierney@hscpoly.com
15a. Name of Company Officer (No Authorized Agents) Michael Kapp			
15b. Signature of Company Officer (No Authorized Agents) <i>Michael Kapp</i>		15c. Fax Number (989) 496-6132	15d. Date 12/6/06
15e. Mailing Address (Street, City, State, ZIP) PO Box 994, Midland, MI 48686-0994		15f. Phone Number (989) 496-1808	15g. E-mail Address michael.kapp@dowcorning.com

**LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.**

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Years (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents to be filed for an administratively complete application: <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	16d. School Code
16c. LUCI Code	18. Date of Resolution Approving/Denying this Application
17. Name of Local Government Body	

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Phone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

State Tax Commission  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, MI 48909-7971

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY			
LUCI Code	Begin Date	End Date	End Date2

## Attachment # 1

### CORE PRODUCTS BUSINESS

The Rubber Supply Chain within the Core Products Business is in the process of doing a large capacity stretch for their resin reinforced polymers; the project is referred to as 602 RRP STRETCH - PHASE 2. The purpose of said project is to add capacity to the existing process to help keep up with demand of the resin reinforced polymers. As a result of the increased capacity capabilities, new business has been generated for Dow Corning. Four jobs were maintained as a result of this project.

Along with the RRP capacity stretch, the Rubber Supply Chain is improving existing process capabilities by upgrading their process control system called Foxboro. This project, 602 FOXBORO CONVERSIONS, will improve reliability in the gums/fluids processes by allowing operators to better monitor changes in the way the process is running. Twelve jobs were maintained as a result of this project.

The Organo Supply Chain is replacing their 9117 & 9121 columns in 2703 Building. This project will improve existing capabilities, process integrity, and reliability. These columns directly relate to the ETS-900 Sealant business, and will allow Dow Corning to continually provide our customers with a product of consistent quality. This project will maintain four jobs in the area.

Dow Corning Corporation

Attachment # 2

Asset Class	Type	Order	Title	Spending	Date
				630,000	6/24/2006
74F	Personal	770003965/600038036	602 FOXBORO CONVERSIONS	150,000	6/25/2006
74D	Personal	770004195/600038144	2703 PT RECOVERY	128,000	6/25/2006
74D	Personal	600038105/770004284	322 SAFETY SHOWER UPGRADE	34,000	6/26/2006
74D	Personal	600038223	604 PANALARM CONSOLIDATION	20,000	7/5/2006
74D	Personal	770004323/600038306	324 HYDRO LOOP STRETCH	30,000	7/5/2006
74D	Personal	600038307	328 BLDG NEW FORK TRUCK	80,000	7/12/2006
74D	Personal	770004251/600038255	322 HP-6 NEAR TERM STRETCH	40,000	7/14/2006
74D	Personal	600038360/770004455	207 MIXER 6 POLYMER FEED METER	50,000	7/17/2006
74D	Personal	600038402	207 RPU UPGRADES	48,000	7/21/2006
74D	Personal	77004331/600038347	322 HP-7 COIL UPGRADE	11,500	7/21/2006
74D	Personal	600038363	327 HYDRAULIC TORQUE WRENCH	85,000	8/10/2006
74D	Personal	600038582/770004501	602 - 01 UNIT CONVEYOR OPERATION IMPROVEMENTS	69,000	8/12/2006
74D	Personal	770003916/600038586	601 STC FEED LINE	55,000	8/14/2006
74D	Personal	600038362	325 22150FBR & 5026FBR SPARE HCL COND	250,000	8/16/2006
74D	Personal	600038570/770004451	322 CAT TANK UPGRADE	1,000,000	8/16/2006
74D	Personal	770004326/600038587	602 RRP STRETCH - PHASE 2	50,000	8/17/2006
74D	Personal	600038644	207 LSR PIGMENTING EQUIPMENT	65,000	8/21/2006
74D	Personal	770004435/600038851	324 5600 PROCESS OPTIMIZATION	387,500	8/22/2006
74D	Personal	770003918/600038603	601 TEOS REWORK TANK	32,000	8/24/2006
74D	Personal	600038656/770004575	207 HCR MIXERS HW ESD / SAFETY CABLES	695,000	8/30/2006
74D	Personal	770003334/600038646	2703 REPLACE 9117 & 9121	120,000	8/30/2006
74D	Personal	770003908/600038712	324 CONTROL ROOM/OFFICE UPGRADE	485,000	9/5/2006
74D	Personal	770004242/600037834	601 5300 COLUMN UPGRADE	70,000	9/6/2006
74D	Personal	770004569/600038709	2703 WEST TOWER COMPRESSOR PIPING	20,000	10/1/2006
74D	Personal	770004649/600038980	2703 CARBON DRUM SHELTER	8,000	10/3/2006
74D	Personal	600039001 / 770004700	207 MIXER 4 PI CONTROL VALVE	27,000	10/4/2006
74D	Personal	770004593/600039034	324 5622/4845 KETTLE VENTILATION	355,000	10/6/2006
74D	Personal	600038900/770003943	601 22580 CAP SECTION REPLACEMENT	75,000	10/10/2006
74A	Personal	600039108	S&T TAPEITZ:3101/3113 SAFETY/ENVIRO/PRODUCTIVITY	51,000	10/11/2006
74D	Personal	770004429/600037998	502 FLOW METERS FOR METHYL TANKS	115,000	10/15/2006
74D	Personal	770004541/600038896	2703 GLYCOL PIPING COVERING	50,000	10/16/2006
74D	Personal	770004601/600039099	109 4400 RELIABILITY UPGRADE	370,000	10/18/2006
74D	Personal	770003421/600037682	207 SCRUBBER FOR LSR'S	19,000	10/23/2006
74F	Personal	600039143/770004782	ABH UPGRADE PLC HARDWARE	51,000	10/24/2006
74D	Personal	600039144/770002723	207 ABH PABCO HYDRAULIC UNIT	30,000	10/26/2006
74D	Personal	770004563/600039305	304 TCS RECOVERY AUTOMATION	30,000	11/1/2006
74D	Personal	600039308	324 BLDG FORK TRUCK UPGRADE	58,000	11/2/2006
74D	Personal	600039288 / 770004822	207 LSR SILICA FEED UPGRADE	355,000	11/6/2006
74D	Personal	770004663/600039221	601 22570 CAP SECTION REPLACEMENT		

Total CORE Personal

\$ 6,199,000

INDUSTRIAL FACILITIES EXEMPTION APPLICATION  
AFFIDAVIT OF FEES

In accordance with State Tax Commission Bulletin No. 3, dated January 1998, the Local Unit and Applicant for Industrial Facilities Exemption Certificate do hereby swear and affirm that no payment of any kind, whether they be referred as "fees", "payments in lieu of taxes", "donations", or by other like terms, such payments are contrary to the legislative intent of Act 198 that exemption certificate have the effect of abating all ad valorem property taxes levied by taxing units with the unit of local government which approves the certificate.

We do swear and affirm by our signatures below that "no payment of any kind in excess of the fee allowed, as amended by Public Act 323 of 1996, has been made or promised in exchange for favorable consideration of an exemption certificate application."

City/Twp./Village of Midland

Signed: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

Dated: \_\_\_\_\_

Applicant Dow Corning Corporation

Signed: Michael S. Kapp

Print Name: Michael S. Kapp

Title: Tax Director

Dated: \_\_\_\_\_

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Rehabilitation District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH,  
RANGE 2 EAST, THENCE EAST 440.25 FEET, THENCE NORTH 256.33 FEET, THENCE  
EAST 20.0 FEET, THENCE NORTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE  
NORTH 224.33 FEET, THENCE EAST 549.75 FEET, THENCE SOUTH 540.0 FEET,  
THENCE EAST 340.0 FEET, THENCE SOUTH 370.0 FEET, THENCE WEST 210.0  
FEET, THENCE SOUTH 1105.0 FEET, THENCE EAST 210.0 FEET, THENCE SOUTH  
314.42 FEET, THENCE WEST 845.99 FEET, THENCE NORTH 44 DEGREES 24  
MINUTES 50 SECONDS WEST 677.60 FEET, THENCE NORTH 1315.21 FEET. TOTAL  
AREA – 53.46 ACRES.

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Industrial District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH,  
RANGE 2 EAST, THENCE NORTH 1950.24 FEET, THENCE EAST 2693.61 FEET,  
THENCE SOUTH 653.01 FEET, THENCE EAST 2639.55 FEET, THENCE SOUTH  
3936.805 FEET, THENCE WEST 3907.91 FEET, THENCE NORTH 45 DEGREES 24  
MINUTES 50 SECONDS 1184.36 FEET, THENCE EAST 845.99 FEET, THENCE NORTH  
314.42 FEET, THENCE WEST 210.0 FEET, THENCE NORTH 400.0 FEET, THENCE  
EAST 110.0 FEET, THENCE NORTH 160.0 FEET, THENCE WEST 110.0 FEET,  
THENCE NORTH 545.0 FEET, THENCE EAST 210.0 FEET, THENCE NORTH 370.0  
FEET, THENCE WEST 340.0 FEET, THENCE NORTH 540.0 FEET, THENCE WEST  
549.75 FEET, THENCE SOUTH 224.33 FEET, THENCE EAST 20.0 FEET, THENCE  
SOUTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE SOUTH 256.33 FEET,  
THENCE WEST TO POINT OF BEGINNING 440.25 FEET. TOTAL AREA – 438.55  
ACRES.



City Hall • 333 West Ellsworth Street • Midland, Michigan 48640-5132 • 989.837.3300 • 989.835.2717 Fax • www.midland-mi.org

BY COUNCILMAN

RESOLVED, that an application dated December 6, 2006 and amended December 13, 2006 was received December 6, 2006, from the Dow Corning Corporation, with supporting data pursuant to Public Act 198 of the Public Acts of the State of Michigan of 1974, as amended, for an industrial facilities tax exemption certificate within the Dow Corning Corporation Industrial Development District, the Dow Corning Corporation Plant Rehabilitation District and the Dow Corning 321 Plant Rehabilitation District, relating to the purchase of additional machinery and equipment for Dow Corning's Specialty Chemical Business: in the Paper Coating Supply Chain, added piping and minor equipment will allow for higher utilization of the current process and a new process chiller is being added to the 106 Building; the Phenyl Supply Chain is adding process equipment in the 505 Building and is also adding an Amino Vac Stretch Upgrade in their 303 Building, with the total project having a cost of \$4,428,000, and being expected to retain 11 existing jobs, is hereby acknowledged, received and ordered placed on file in the City Clerk's office; and

RESOLVED FURTHER, a hearing shall be held before the City Council on Monday, February 12, 2007, at 7:00 p.m., in the Council Chambers of the City Hall, 333 W. Ellsworth Street, Midland, Michigan, for the purpose of affording the applicant, the City Assessor and representatives of the affected taxing units an opportunity for a hearing on the application; and the City Clerk shall provide written notice thereof in accordance with Section 5 of Public Act 198.

YEAS:

NAYS:

ABSENT:

I, Selina Tisdale, City Clerk, City of Midland, Counties of Bay and Midland, State of Michigan, do hereby certify that the foregoing is a true and correct copy of a resolution adopted by a ye a vote of all the Councilmen present at a regular meeting of the City Council held Monday, January 22, 2007.

\_\_\_\_\_  
Selina Tisdale, City Clerk

Amended RECEIVED  
CITY CLERK  
MIDLAND, MICHIGAN

Michigan Department of Treasury  
1012 (Rev. 4-06)

DEC 13 A 8:21

# Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

Signature of Clerk		Date received by Local Unit	
Application Number		Date Received by STC	

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) <b>Dow Coming Corporation</b>		1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) <b>2815</b>	
1c. Address of Facility (real property or personal property location) <b>City of Midland</b>		1d. Name of City/Township/Village (Indicate which) <b>City of Midland</b>	1e. County <b>Midland</b>
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))		3a. School District where facility is located <b>Midland</b>	3b. School Code <b>56010</b>
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))		4. Amount of years requested for exemption (1-12 Years) <b>12</b>	
5. Thoroughly describe the project for which exemption is sought; Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed). <b>See Attachment #1</b>			

6a. Cost of land and building improvements (excluding cost of land)..... * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	<b>\$0.00</b>
6b. Cost of machinery, equipment, furniture and fixtures..... * Attach itemized listing with month, day and year of beginning of installation plus total costs	<b>\$4,428,000.00</b>
6c. Total Project Costs..... * Round Costs to Nearest Dollar	<b>\$4,428,000.00</b>

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)	Owned	Leased
Real Property Improvements	<u>6/8/06</u>	<u>6/8/08</u>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Personal Property Improvements	<u>6/8/06</u>	<u>6/8/08</u>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. **11**

10. Number of new jobs at this facility expected to be created within two years of project completion. **0**

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) .....

b. SEV of Personal Property (excluding inventory) .....

c. Total SEV .....

12a. Check the type of District the facility is located in:  
 Industrial Development District  
 Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
**2/23/81; 2/23/81; 11/3/75**

12c. Is this application for a speculative building (Sec. 3(B))?  
 Yes  No

Michigan Department of Treasury  
1012 (Rev. 4-05)

# Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of P.A. 195 of 1974, as amended. Filing is mandatory.

2006 DEC -6 P 4: 15

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk <i>Debra Steinhilber</i>	Date received by Local Unit <i>Dec 6, 2006</i> * Amended 12/13/06 See AH'D
STC Use Only	
Application Number	Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) <b>Dow Corning Corporation</b>	1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) <b>2815</b>
1c. Address of Facility (real property or personal property location) <b>City of Midland</b>	1d. Name of City/Township/Village (Indicate which) <b>City of Midland</b>
	1e. County <b>Midland</b>
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))	3a. School District where facility is located <b>Midland</b>
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	3b. School Code <b>56010</b>
	4. Amount of years requested for exemption (1-12 Years) <b>12</b>
5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed).  <b>See Attachment #1</b>	

6a. Cost of land and building improvements (excluding cost of land)..... * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	\$0.00 Real Property Costs
6b. Cost of machinery, equipment, furniture and fixtures..... * Attach itemized listing with month, day and year of beginning of installation plus total costs	\$4,428,000.00 Personal Property Costs
6c. Total Project Costs..... * Round Costs to Nearest Dollar	\$4,428,000.00 Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	<u>Begin Date (M/D/Y)</u>	<u>End Date (M/D/Y)</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	<u>6/8/06</u>	<u>6/8/08</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	<u>6/8/06</u>	<u>6/8/08</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  
 Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. **11**

10. Number of new jobs at this facility expected to be created within two years of project completion. **0**

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) .....

b. SEV of Personal Property (excluding inventory) .....

c. Total SEV .....

12a. Check the type of District the facility is located in:  
 Industrial Development District  Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
**2/23/81 ; 2/23/81**

12c. Is this application for a speculative building (Sec. 3(5))?  
 Yes  No

**APPLICANT CERTIFICATION - complete all boxes.**

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name Erin Witte	13b. Phone Number (989) 496-4742	13c. Fax Number (989) 496-1560	13d. E-mail Address erin.witte@dowcorning.com
14a. Name of Contact Person John Tierney	14b. Phone Number (989) 496-8076	14c. Fax Number (989) 496-6132	14d. E-mail Address j.tierney@hscpoly.com
15a. Name of Company Officer (No Authorized Agents) Michael Kapp			
15b. Signature of Company Officer (No Authorized Agents) <i>Michael Kapp</i>		15c. Fax Number (989) 496-6132	15d. Date 12/6/06
15e. Mailing Address (Street, City, State, ZIP) PO Box 994, Midland, MI 48686-0994		15f. Phone Number (989) 496-1808	15g. E-mail Address michael.kapp@dowcorning.com

**LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.**

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

16a. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Years (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No  <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	16d. School Code
16c. LUCI Code	18. Date of Resolution Approving/Denying this Application
17. Name of Local Government Body	

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Phone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

State Tax Commission  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, MI 48909-7971

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY			
LUCI Code	Begin Date	End Date	End Date2

## Attachment # 1

### SPECIALTY CHEMICALS BUSINESS

In the Paper Coating Supply Chain a project titled 321 5102 MODS FOR 6-3444 MFG is being installed which will add piping and minor equipment to allow higher utilization of the current process. The produced material, 6-3444 is used as an intermediate in air bag coatings. The intent of this project is to extend the capabilities of the process to allow for higher utilization, which in turn will produce higher material sales.

The Phenyl Supply Chain is adding processing equipment in 505 building under the project name 23390 KT CONVERSION TO 3074. This equipment will allow for production of the 3074 Coatings material in a different kettle which in turn will increase flexibility; the intent is to allow customer demand to be met more efficiently.

The Phenyl Supply Chain is additionally adding an Amino Vac Stretch Upgrade in their 303 building. By adding a new vacuum system and product filters productivity will be increased. The processes affected by this project produce amino coatings used in the textiles and personal care industries. New business is expected to be generated as a result of this project.

The 106 building is currently adding a process chiller, under project name 106 PFBE STRIPPING IMPROVEMENTS, to improve process. This process supports the production of a material called 2-7785, which is used in the paper coatings industry. Due to the increased capacity provided by this project, it is forecasted that additional sales growth will occur. This project will help to maintain eleven jobs in 106 building.

Attachment # 2

Asset Class	Real or Personal	Order	Title	Amount	Date
				300,000	6/8/2006
174D	Personal	600037906/770003982	109 WAREHOUSE UPGRADE	300,000	6/12/2006
174D	Personal	600038031	2504 BLDG PRODUCT MIX & 8240 AUTOMATION	250,000	6/15/2006
174D	Personal	770004100/600038032	2504 BLDG PARKSON STRETCH PROCESS	75,000	6/15/2006
174D	Personal	770004335/600038081	306 PFC RESIDUE HIGHLINE MODS	27,000	6/22/2006
174D	Personal	600038037	501 FIRE PROTECTION	30,000	6/26/2006
174D	Personal	600037999	2504 BLDG AGITATOR AMP DRAW	25,000	6/29/2006
174D	Personal	770004466/600038242	100 BLK TOLUENE METERING MICROMOTIONS	15,000	6/29/2006
174D	Personal	770004465/600038259	303 LEVEL SWITCH TECHNOLOGY UPGRADE	45,000	6/30/2006
174A	Personal	770004447/600038248	2504 LAB TDI UPGRADES	125,000	6/30/2006
174D	Personal	770004469/600038257	515 SECONDARY FILTER PRE-COAT MODS	90,000	7/10/2006
174D	Personal	770004329/600037810	212 - 6044 TANK CONVERSION FOR 7753	100,000	7/25/2006
174D	Personal	770004147/600038421	308 FREEZE PROTECTION FOR 2910 OH	220,000	7/25/2006
174D	Personal	600038364/770003811	321 6970 UPGRADE FOR SLX SUPPLY	20,000	7/26/2006
174D	Personal	600038450	2504 - 8240 JACKET PIPING	40,000	7/26/2006
174D	Personal	600038361 / 770004540	304 - 2006 & 2007 PLATFORMS	90,000	7/27/2006
174D	Personal	600038403	501 4140/4042 PUMP REPLACEMENT	380,000	7/31/2006
174D	Personal	600038365/770004423	303 AMINO VAC-STRETCH UPGRADE	400,000	8/5/2006
174D	Personal	600038366/770003812	321 5102 MODS FOR 6-3444 MFG	125,000	8/11/2006
174D	Personal	600038480/770004562	502 STILL TOWER IMPROVEMENTS	100,000	8/11/2006
174D	Personal	600038575/770004561	516 PHME ACCUMULATOR LT UPGRADE	35,000	8/14/2006
174D	Personal	600038483/770004145	303 TURBIDITY METER - PHENYL FLUIDS	35,000	9/25/2006
173A	Personal	600038902	2504 FORK TRUCK ADDITION	50,000	9/28/2006
174D	Personal	770004763/600038987	303 KARBATE #3 REPLACE/FLAKE UPGRADE	25,000	9/28/2006
174D	Personal	770004764/600038988	321 REDESIGN WILDEN P2-4727 & PIPING	50,000	9/29/2006
174D	Personal	600038998	501 MACU 5556 TANK	170,000	10/3/2006
174D	Personal	600039031	2504 8210 CONDENSER	25,000	10/6/2006
174A	Personal	600038962	S&T WRBLACKW: FAI METER MIX 5 GAL 1:1	380,000	10/9/2006
174D	Personal	770004662/600038710	505 23390 KT CONVERSION TO 3074	145,000	10/11/2006
174D	Personal	600039070	501 CF-0880 SILICA LOADING SYSTEM	330,000	10/12/2006
174D	Personal	770004560/600038707	106 PFBE STRIPPING IMPROVEMENTS	190,000	10/16/2006
174D	Personal	770004588/600039130	501 MACU OPTIMIZATION FOR 3056	10,000	10/16/2006
174D	Personal	600039138	501 SMALL EP TRENCH ELIMINATION	25,000	10/24/2006
174D	Personal	770004836/600039223	109 BLDG AUTOMATION UPGRADES	25,000	10/24/2006
174F	Personal	600039210	501 BUILDING FOXBORO SERVER	30,000	10/24/2006
174D	Personal	770004837/600039224	505 3074 FILTER AID PROCESS IMPROVEMENT	15,000	10/26/2006
174D	Personal	600039282	308 - CONDESATE PUMP UPGRADE	25,000	10/26/2006
174D	Personal	600039301	514 MAGNESIUM SILO HAMMERS	20,000	10/30/2006
174D	Personal	600039286 / 770004923	212 20400 UPGRADE	20,000	10/30/2006
174D	Personal	600039285 / 770004922	212 AUTOMATE 407 RESIN	25,000	11/1/2006
174F	Personal	600039283/770004921	109 BLDG FOXBORO WP STATION	25,000	11/2/2006
174D	Personal	600039137	501 ROLL UP DOOR REPLACEMENT	16,000	11/6/2006
174D	Personal	600039290	321 - REPLACE CONDENSATE PUMP		
<b>Total Spec Chem PERSONAL</b>				<b>\$ 4,428,000.00</b>	

INDUSTRIAL FACILITIES EXEMPTION APPLICATION  
AFFIDAVIT OF FEES

In accordance with State Tax Commission Bulletin No. 3, dated January 1998, the Local Unit and Applicant for Industrial Facilities Exemption Certificate do hereby swear and affirm that no payment of any kind, whether they be referred as "fees", "payments in lieu of taxes", "donations", or by other like terms, such payments are contrary to the legislative intent of Act 198 that exemption certificate have the effect of abating all ad valorem property taxes levied by taxing units with the unit of local government which approves the certificate.

We do swear and affirm by our signatures below that "no payment of any kind in excess of the fee allowed, as amended by Public Act 323 of 1996, has been made or promised in exchange for favorable consideration of an exemption certificate application."

City/Twp./Village of Midland

Signed: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

Dated: \_\_\_\_\_

Applicant Dow Corning Corporation

Signed: *Michael S. Kapp*

Print Name: Michael S. Kapp

Title: Tax Director

Dated: \_\_\_\_\_

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation --  
Midland Plant  
321 Rehabilitation District  
Established 11/3/75

Legal Description of Property

BEGINNING AT A POINT WHICH IS NORTH 1554.12 FEET AND EAST 1275.54 FEET OF THE SOUTHWEST CORNER OF SECTION 26, TOWN 14 NORTH, RANGE 2 EAST, SAID POINT BEING THE SOUTHEAST CORNER OF AN EXISTING BUILDING DESIGNATED 321 BUILDING; THEN NORTH 160.0 FEET TO A POINT; THEN WEST 110.0 FEET TO A POINT BEING THE CENTERLINE OF A NORTH SOUTH PRIVATE ROADWAY; THEN SOUTH 160.0 FEET TO A POINT; THEN EAST 110.0 FEET TO THE POINT OF BEGINNING.

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Rehabilitation District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH,  
RANGE 2 EAST, THENCE EAST 440.25 FEET, THENCE NORTH 256.33 FEET, THENCE  
EAST 20.0 FEET, THENCE NORTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE  
NORTH 224.33 FEET, THENCE EAST 549.75 FEET, THENCE SOUTH 540.0 FEET,  
THENCE EAST 340.0 FEET, THENCE SOUTH 370.0 FEET, THENCE WEST 210.0  
FEET, THENCE SOUTH 1105.0 FEET, THENCE EAST 210.0 FEET, THENCE SOUTH  
314.42 FEET, THENCE WEST 845.99 FEET, THENCE NORTH 44 DEGREES:24  
MINUTES 50 SECONDS WEST 677.60 FEET, THENCE NORTH 1315.21 FEET. TOTAL  
AREA – 53.46 ACRES.

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Industrial District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH,  
RANGE 2 EAST, THENCE NORTH 1950.24 FEET, THENCE EAST 2693.61 FEET,  
THENCE SOUTH 653.01 FEET, THENCE EAST 2639.55 FEET, THENCE SOUTH  
3936.805 FEET, THENCE WEST 3907.91 FEET, THENCE NORTH 45 DEGREES 24  
MINUTES 50 SECONDS 1184.36 FEET, THENCE EAST 845.99 FEET, THENCE NORTH  
314.42 FEET, THENCE WEST 210.0 FEET, THENCE NORTH 400.0 FEET, THENCE  
EAST 110.0 FEET, THENCE NORTH 160.0 FEET, THENCE WEST 110.0 FEET,  
THENCE NORTH 545.0 FEET, THENCE EAST 210.0 FEET, THENCE NORTH 370.0  
FEET, THENCE WEST 340.0 FEET, THENCE NORTH 540.0 FEET, THENCE WEST  
549.75 FEET, THENCE SOUTH 224.33 FEET, THENCE EAST 20.0 FEET, THENCE  
SOUTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE SOUTH 256.33 FEET,  
THENCE WEST TO POINT OF BEGINNING 440.25 FEET. TOTAL AREA – 438.55  
ACRES.

9d3



City Hall • 333 West Ellsworth Street • Midland, Michigan 48640-5132 • 989.837.3300 • 989.835.2717 Fax • [www.midland-mi.org](http://www.midland-mi.org)

BY COUNCILMAN

RESOLVED, that an application dated December 6, 2006 was received December 6, 2006, from the Dow Corning Corporation, with supporting data pursuant to Public Act 198 of the Public Acts of the State of Michigan of 1974, as amended, for an industrial facilities tax exemption certificate within the Dow Corning Corporation Industrial Development District and the Dow Corning Corporation Plant Rehabilitation District, relating to a two-part special project currently under development at the Midland Plant site; the first part is to acquire and install Polysilane finishing capability and the second part consists of adding the necessary utility drops, tables and general lab facilities to reopen labs in the 5101 Building for use in the BTI organization, with the total project having a cost of \$629,000, and being expected to help retain 920 existing jobs, is hereby acknowledged, received and ordered placed on file in the City Clerk's office; and

RESOLVED FURTHER, a hearing shall be held before the City Council on Monday, February 12, 2007, at 7:00 p.m., in the Council Chambers of the City Hall, 333 W. Ellsworth Street, Midland, Michigan, for the purpose of affording the applicant, the City Assessor and representatives of the affected taxing units an opportunity for a hearing on the application; and the City Clerk shall provide written notice thereof in accordance with Section 5 of Public Act 198.

YEAS:

NAYS:

ABSENT:

I, Selina Tisdale, City Clerk, City of Midland, Counties of Bay and Midland, State of Michigan, do hereby certify that the foregoing is a true and correct copy of a resolution adopted by a yeavote of all the Councilmen present at a regular meeting of the City Council held Monday, January 22, 2007.

---

Selina Tisdale, City Clerk

RECEIVED  
CITY CLERK  
MIDLAND, MICHIGAN

# Application for Industrial Facilities Tax Exemption Certificate

2006 DEC -6 P 4: 17

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk <i>[Handwritten Signature]</i>	Date received by Local Unit <i>Dec. 6, 2006</i>
STC Use Only	
Application Number	Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) <b>Dow Corning Corporation</b>	1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) <b>2815</b>
1c. Address of Facility (real property or personal property location) <b>City of Midland</b>	1d. Name of City/Township/Village (Indicate which) <b>City of Midland</b>
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))	1e. County <b>Midland</b>
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	3a. School District where facility is located <b>Midland</b>
5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed). <b>See Attachments 1 &amp; 2.</b>	3b. School Code <b>56010</b>
	4. Amount of years requested for exemption (1-12 Years) <b>12</b>

6a. Cost of land and building improvements (excluding cost of land) * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	\$0.00
6b. Cost of machinery, equipment, furniture and fixtures * Attach itemized listing with month, day and year of beginning of installation plus total costs	Real Property Costs \$629,000.00
6c. Total Project Costs * Round Costs to Nearest Dollar	Personal Property Costs \$629,000.00
	Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	6/7/06	6/7/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	6/7/06	6/7/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.

Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project.  
**920**

10. Number of new jobs at this facility expected to be created within two years of project completion. **0**

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) \_\_\_\_\_

b. SEV of Personal Property (excluding inventory) \_\_\_\_\_

c. Total SEV \_\_\_\_\_

12a. Check the type of District the facility is located in:

Industrial Development District  Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
**2/23/81 ; 2/23/81**

12c. Is this application for a speculative building (Sec. 3(8))?  
 Yes  No

**APPLICANT CERTIFICATION - complete all boxes.**

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name Erin Witte	13b. Phone Number (989) 496-4742	13c. Fax Number (989) 496-1560	13d. E-mail Address erin.witte@dowcorning.com
14a. Name of Contact Person John Tierney	14b. Phone Number (989) 496-8076	14c. Fax Number (989) 496-6132	14d. E-mail Address j.tierney@hscpoly.com
15a. Name of Company Officer (No Authorized Agents) Michael Kapp		15c. Fax Number (989) 496-6132	15d. Date 10/16/2006
15b. Signature of Company Officer (No Authorized Agents) <i>Michael Kapp</i>		15f. Phone Number (989) 496-1808	15g. E-mail Address michael.kapp@dowcorning.com
15e. Mailing Address (Street, City, State, ZIP) PO Box 994, Midland, MI 48686-0994			

**LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.**

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Years (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit Check or Indicate N/A if Not Applicable <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	16d. School Code
16c. LUCI Code	18. Date of Resolution Approving/Denying this Application
17. Name of Local Government Body	

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Phone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

State Tax Commission  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, MI 48909-7971

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY			
LUCI Code	Begin Date	End Date	End Date2

Attachment # 1

SPECIAL

The Midland Plant site has two projects currently under development: ACQUIRE AND INSTALL POLYSILANE FINISHING CAPABILITY and S&T BTI DEVELOPMENT LAB CABINETS & UTILITIES. The first project mentioned is a new process and capability at Dow Corning. This development will allow Dow Corning to finish Polysilane materials, which in turn, will lead to greater sales growth and allow the company to stay competitive in the global market. This new Polysilane will be marketed mainly overseas to Dow Corning's Japanese customers and relates to the Electronics Business.

The second project mentioned consists of reopening labs in the 5101 building for use in the BTI organization. These labs will be used to develop projects aimed at exploring new business platforms for the company. New utility drops, tables, and general lab facilities (redoing exhaust, reconnecting air, n2, and water) will be added. This particular development will provide lab space for special project work and will be used for front- end development at first and then lead to product platforms at a future date.

Attachment # 2

Asset Class	Real or Personal	Order	Title	Amount	Date
74D	Personal	600039000	ACQUIRE AND INSTALL POLYSILANE FINISHING CAPABILITY	267,000	10/10/2006
74A	Personal	600039146	HALL MOBILITY MEASUREMENT SYSTEM	25,000	10/24/2006
74D	Personal	600039392	PHASED ARRAY ULTRASONIC EQUIP S&T 2X12L MOBILE JACKETED REACTION FLASKS W/TEMP CONTROLLERS	27,000	11/6/2006
74A	Personal	600038725	S&T BTI DEVELOPMENT LAB CABINETS & UTILITIES	25,000	9/8/2006
74A	Personal	600038016	S&T JACASEY; NANOMATERIALS LAB EQUIP	150,000	6/7/2006
74A	Personal	600038843	S&T SPEEDMIXER DAC 150 FVZ HAUSCHILD	50,000	9/21/2006
74A	Personal	600038466	S&T VIP DEVELOPMENT & THERMAL TESTING EQUIPMENT	10,000	8/11/2006
74A	Personal	600038014		75,000	6/7/2006
<b>Total Special PERSONAL</b>				<b>\$ 629,000</b>	

INDUSTRIAL FACILITIES EXEMPTION APPLICATION  
AFFIDAVIT OF FEES

In accordance with State Tax Commission Bulletin No. 3, dated January 1998, the Local Unit and Applicant for Industrial Facilities Exemption Certificate do hereby swear and affirm that no payment of any kind, whether they be referred as "fees", "payments in lieu of taxes", "donations", or by other like terms, such payments are contrary to the legislative intent of Act 198 that exemption certificate have the effect of abating all ad valorem property taxes levied by taxing units with the unit of local government which approves the certificate.

We do swear and affirm by our signatures below that "no payment of any kind in excess of the fee allowed, as amended by Public Act 323 of 1996, has been made or promised in exchange for favorable consideration of an exemption certificate application."

City/Twp./Village of Midland

Signed: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

Dated: \_\_\_\_\_

Applicant Dow Corning Corporation

Signed: Michael S. Kapp

Print Name: Michael S. Kapp

Title: Tax Director

Dated: \_\_\_\_\_

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Rehabilitation District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH,  
RANGE 2 EAST, THENCE EAST 440.25 FEET, THENCE NORTH 256.33 FEET, THENCE  
EAST 20.0 FEET, THENCE NORTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE  
NORTH 224.33 FEET, THENCE EAST 549.75 FEET, THENCE SOUTH 540.0 FEET,  
THENCE EAST 340.0 FEET, THENCE SOUTH 370.0 FEET, THENCE WEST 210.0  
FEET, THENCE SOUTH 1105.0 FEET, THENCE EAST 210.0 FEET, THENCE SOUTH  
314.42 FEET, THENCE WEST 845.99 FEET, THENCE NORTH 44 DEGREES 24  
MINUTES 50 SECONDS WEST 677.60 FEET, THENCE NORTH 1315.21 FEET. TOTAL  
AREA – 53.46 ACRES.

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Industrial District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH, RANGE 2 EAST, THENCE NORTH 1950.24 FEET, THENCE EAST 2693.61 FEET, THENCE SOUTH 653.01 FEET, THENCE EAST 2639.55 FEET, THENCE SOUTH 3936.805 FEET, THENCE WEST 3907.91 FEET, THENCE NORTH 45 DEGREES 24 MINUTES 50 SECONDS 1184.36 FEET, THENCE EAST 845.99 FEET, THENCE NORTH 314.42 FEET, THENCE WEST 210.0 FEET, THENCE NORTH 400.0 FEET, THENCE EAST 110.0 FEET, THENCE NORTH 160.0 FEET, THENCE WEST 110.0 FEET, THENCE NORTH 545.0 FEET, THENCE EAST 210.0 FEET, THENCE NORTH 370.0 FEET, THENCE WEST 340.0 FEET, THENCE NORTH 540.0 FEET, THENCE WEST 549.75 FEET, THENCE SOUTH 224.33 FEET, THENCE EAST 20.0 FEET, THENCE SOUTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE SOUTH 256.33 FEET, THENCE WEST TO POINT OF BEGINNING 440.25 FEET. TOTAL AREA – 438.55 ACRES.

(4d7)



City Hall • 333 West Ellsworth Street • Midland, Michigan 48640-5132 • 989.837.3300 • 989.835.2717 Fax • www.midland-mi.org

BY COUNCILMAN

RESOLVED, that an application dated December 6, 2006 was received December 6, 2006, from the Dow Corning Corporation, with supporting data pursuant to Public Act 198 of the Public Acts of the State of Michigan of 1974, as amended, for an industrial facilities tax exemption certificate within the Dow Corning Corporation Industrial Development District, relating to the purchase of additional equipment for the Electronics Business to develop and test new materials, including replacing a hood in the 3102 Building and adding a pilot assembly line in the 5101 Building, with the total project having a cost of \$461,800, and being expected to retain 29 existing jobs, is hereby acknowledged, received and ordered placed on file in the City Clerk's office; and

RESOLVED FURTHER, a hearing shall be held before the City Council on Monday, February 12, 2007, at 7:00 p.m., in the Council Chambers of the City Hall, 333 W. Ellsworth Street, Midland, Michigan, for the purpose of affording the applicant, the City Assessor and representatives of the affected taxing units an opportunity for a hearing on the application; and the City Clerk shall provide written notice thereof in accordance with Section 5 of Public Act 198.

YEAS:

NAYS:

ABSENT:

I, Selina Tisdale, City Clerk, City of Midland, Counties of Bay and Midland, State of Michigan, do hereby certify that the foregoing is a true and correct copy of a resolution adopted by a yeas vote of all the Councilmen present at a regular meeting of the City Council held Monday, January 22, 2007.

\_\_\_\_\_  
Selina Tisdale, City Clerk

2006 DEC -6 P.4: 16

Michigan Department of Treasury  
1012 (Rev. 4-06)

# Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

*Debra Jischke*

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

Signature of Clerk <i>Debra Jischke</i>		Date received by Local Unit <i>Dec. 6, 2006</i>
Application Number		Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) <b>Dow Corning Corporation</b>	1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) <b>2815</b>
1c. Address of Facility (real property or personal property location) <b>City of Midland</b>	1d. Name of City/Township/Village (Indicate which) <b>City of Midland</b>
1e. County <b>Midland</b>	3a. School District where facility is located <b>Midland</b>
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))	3b. School Code <b>56010</b>
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	4. Amount of years requested for exemption (1-12 Years) <b>12</b>

5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed).  
**See Attachment 1 & 2**

6a. Cost of land and building improvements (excluding cost of land)..... * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	<b>\$0.00</b>
6b. Cost of machinery, equipment, furniture and fixtures..... * Attach itemized listing with month, day and year of beginning of installation plus total costs	Real Property Costs <b>\$461,800.00</b>
6c. Total Project Costs..... * Round Costs to Nearest Dollar	Personal Property Costs <b>\$461,800.00</b>
	Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	<u>Begin Date (M/D/Y)</u>	<u>End Date (M/D/Y)</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	<u>6/21/06</u>	<u>6/21/08</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	<u>6/21/06</u>	<u>6/21/08</u>	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  
 Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. <b>29</b>	10. Number of new jobs at this facility expected to be created within two years of project completion. <b>0</b>
---	---

11. Rehabilitation applications only; Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) .....	_____
b. SEV of Personal Property (excluding inventory) .....	_____
c. Total SEV .....	_____

12a. Check the type of District the facility is located in:

Industrial Development District  Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
**2/23/81**

12c. Is this application for a speculative building (Sec. 3(8))?  
 Yes  No

**APPLICANT CERTIFICATION - complete all boxes.**

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207,551 to 207,572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name Erin Witte	13b. Phone Number (989) 496-4742	13c. Fax Number (989) 496-1560	13d. E-mail Address erin.witte@dowcorning.com
14a. Name of Contact Person John Tierney	14b. Phone Number (989) 496-8076	14c. Fax Number (989) 496-6132	14d. E-mail Address j.tierney@hscpoly.com
15a. Name of Company Officer (No Authorized Agents) Michael Kapp			
15b. Signature of Company Officer (No Authorized Agents) <i>Michael Kapp</i>		15c. Fax Number (989) 496-6132	15d. Date 11/1/06
15e. Mailing Address (Street, City, State, ZIP) PO Box 994, Midland, MI 48686-0994		15f. Phone Number (989) 496-1808	15g. E-mail Address michael.kapp@dowcorning.com

**LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.**

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Years (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No  <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	16d. School Code
16c. LUCI Code	18. Date of Resolution Approving/Denying this Application
17. Name of Local Government Body	

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Phone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

State Tax Commission  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, MI 48909-7971

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY			
LUCI Code	Begin Date	End Date	End Date2

## Attachment # 1

### ELECTRONICS BUSINESS

3102 Building, which supports the Electronics Business, is replacing a hood in their lab facility with a larger sized hood to create space to accommodate for larger glassware testing. This, in turn, will increase the type of research and development done to create electronic materials. It is forecasted that due to this increased capability to develop new materials for the Electronics Business, sales growth will occur.

The 5101 Building is working on a project called S&T AUTO JET COATER: CONTROLLER W/PUMP MODULE. With this project a pilot assembly line was added to prove new technology for a possible new product line. This product line would aid in the growing popularity of solar panels being used as an alternative energy source. If Dow Corning can prove this technology and successfully produce these materials, a possibility exists for new business for the company. Midland Plant was the site of choice for testing this pilot line.

Attachment # 2

Asset Class	Type	Order	Title	Amount	Date
74D	Personal	600039393	2901 A MODULE EXHAUST SYSTEM UPGRADE	30,000	11/7/2006
74F	Personal	770004572/600038524	2901 AND 3104 CONTROL STATIONS	75,000	8/15/2006
74F	Personal	770004705/600039090	2901 LATEX PILOT PLANT CONVERSION	16,800	10/10/2006
74D	Personal	600039140	3102 CONTROLLER TUNING SOFTWARE	20,000	10/13/2006
74A	Personal	600038094	3102 REPLACEMENT HOOD	110,000	6/21/2006
74D	Personal	770004823/600039129	505 1-2577 CAPACITY INCREASE	60,000	10/13/2006
74A	Personal	600038390	S&T AUTO JET COATER: CONTROLLER W/PUMP MODULE	150,000	7/21/2006
Total ELEC. PERSONAL				<u>\$ 461,800</u>	

INDUSTRIAL FACILITIES EXEMPTION APPLICATION  
AFFIDAVIT OF FEES

In accordance with State Tax Commission Bulletin No. 3, dated January 1998, the Local Unit and Applicant for Industrial Facilities Exemption Certificate do hereby swear and affirm that no payment of any kind, whether they be referred as "fees", "payments in lieu of taxes", "donations", or by other like terms, such payments are contrary to the legislative intent of Act 198 that exemption certificate have the effect of abating all ad valorem property taxes levied by taxing units with the unit of local government which approves the certificate.

We do swear and affirm by our signatures below that "no payment of any kind in excess of the fee allowed, as amended by Public Act 323 of 1996, has been made or promised in exchange for favorable consideration of an exemption certificate application."

City/Twp./Village of Midland

Signed: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

Dated: \_\_\_\_\_

Applicant Dow Corning Corporation

Signed: Michael Kapp

Print Name: Michael S. Kapp

Title: Tax Director

Dated: \_\_\_\_\_

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Industrial District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH, RANGE 2 EAST, THENCE NORTH 1950.24 FEET, THENCE EAST 2693.61 FEET, THENCE SOUTH 653.01 FEET, THENCE EAST 2639.55 FEET, THENCE SOUTH 3936.805 FEET, THENCE WEST 3907.91 FEET, THENCE NORTH 45 DEGREES 24 MINUTES 50 SECONDS 1184.36 FEET, THENCE EAST 845.99 FEET, THENCE NORTH 314.42 FEET, THENCE WEST 210.0 FEET; THENCE NORTH 400.0 FEET, THENCE EAST 110.0 FEET, THENCE NORTH 160.0 FEET, THENCE WEST 110.0 FEET, THENCE NORTH 545.0 FEET, THENCE EAST 210.0 FEET, THENCE NORTH 370.0 FEET, THENCE WEST 340.0 FEET, THENCE NORTH 540.0 FEET, THENCE WEST 549.75 FEET, THENCE SOUTH 224.33 FEET, THENCE EAST 20.0 FEET, THENCE SOUTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE SOUTH 256.33 FEET, THENCE WEST TO POINT OF BEGINNING 440.25 FEET. TOTAL AREA – 438.55 ACRES.



City Hall • 333 West Ellsworth Street • Midland, Michigan 48640-5132 • 989.837.3300 • 989.835.2717 Fax • www.midland-mi.org

BY COUNCILMAN

RESOLVED, that an application dated December 6, 2006, and amended on December 13, 2006 and again on January 4, 2007 was received December 6, 2006, from the Dow Corning Corporation, with supporting data pursuant to Public Act 198 of the Public Acts of the State of Michigan of 1974, as amended, for an industrial facilities tax exemption certificate within the Dow Corning Corporation Industrial Development District and the Dow Corning Corporation Plant Rehabilitation District, relating to various site improvements at Dow Corning's Midland Plant including adding SWR piping in the 2703 Building and the implementation of an electrical and steam management project at the site level, with the total project having a cost of \$751,000, and being expected to help retain 420 existing jobs, is hereby acknowledged, received and ordered placed on file in the City Clerk's office; and

RESOLVED FURTHER, a hearing shall be held before the City Council on Monday, February 12, 2007, at 7:00 p.m., in the Council Chambers of the City Hall, 333 W. Ellsworth Street, Midland, Michigan, for the purpose of affording the applicant, the City Assessor and representatives of the affected taxing units an opportunity for a hearing on the application; and the City Clerk shall provide written notice thereof in accordance with Section 5 of Public Act 198.

YEAS:

NAYS:

ABSENT:

I, Selina Tisdale, City Clerk, City of Midland, Counties of Bay and Midland, State of Michigan, do hereby certify that the foregoing is a true and correct copy of a resolution adopted by a yeavote of all the Councilmen present at a regular meeting of the City Council held Monday, January 22, 2007.

\_\_\_\_\_  
Selina Tisdale, City Clerk

*Amended*

"E"

# Application for Industrial Facilities Tax Exemption Certificate

RECEIVED  
CITY CLERK  
MIDLAND, MICHIGAN

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk	Date received by Local Unit
STC Use Only	
Application Number	Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) <b>Dow Corning Corporation</b>		1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) <b>2815</b>	
1c. Address of Facility (real property or personal property location) <b>City of Midland</b>		1d. Name of City/Township/Village (Indicate which) <b>City of Midland</b>	1e. County <b>Midland</b>
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))		<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	3a. School District where facility is located <b>Midland</b> 3b. School Code <b>56010</b>
		4. Amount of years requested for exemption (1-12 Years) <b>12</b>	

5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed).

See Attachments 1 & 2

6a. Cost of land and building improvements (excluding cost of land).....	\$206,000.00
* Attach list of improvements and associated costs.	Real Property Costs
* Also attach a copy of building permit if project has already begun.	\$545,000.00
6b. Cost of machinery, equipment, furniture and fixtures.....	Personal Property Costs
* Attach itemized listing with month, day and year of beginning of installation plus total costs	\$751,000.00
6c. Total Project Costs .....	Total of Real & Personal Costs
* Round Costs to Nearest Dollar	

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	9/1/06	9/1/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	6/16/06	6/16/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. **420**

10. Number of new jobs at this facility expected to be created within two years of project completion. **0**

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) .....

b. SEV of Personal Property (excluding inventory) .....

c. Total SEV .....

12a. Check the type of District the facility is located in:  
 Industrial Development District  
 Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
**2/23/81 & 2/23/81**

12c. Is this application for a speculative building (Sec. 3(8))?  
 Yes  No

Amended.

RECEIVED  
CITY CLERK  
MIDLAND, MICHIGAN

Michigan Department of Treasury  
1012 (Rev. 4-06)

# Application for Industrial Facilities Tax Exemption Certificate

2006 DEC 13 A 8:21

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk	Date received by Local Unit
STC Use Only	
Application Number	Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) Dow Corning Corporation	1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) 2815
1c. Address of Facility (real property or personal property location) City of Midland	1d. Name of City/Township/Village (Indicate which) City of Midland
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))	1e. County Midland
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	3a. School District where facility is located Midland
	3b. School Code 56010
	4. Amount of years requested for exemption (1-12 Years) 12

5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed).  
See Attachments 1 & 2

6a. Cost of land and building improvements (excluding cost of land) ..... * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	\$206,000.00 Real Property Costs
6b. Cost of machinery, equipment, furniture and fixtures ..... * Attach itemized listing with month, day and year of beginning of installation plus total costs	\$545,000.00 Personal Property Costs
6c. Total Project Costs ..... * Round Costs to Nearest Dollar	\$751,000.00 Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	9/1/06	9/1/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	6/16/06	6/16/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  
 Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. 420	10. Number of new jobs at this facility expected to be created within two years of project completion. 0
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11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) .....

b. SEV of Personal Property (excluding inventory) .....

c. Total SEV .....

12a. Check the type of District the facility is located in:  
 Industrial Development District  Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
2/23/81

12c. Is this application for a speculative building (Sec. 3(8))?  
 Yes  No

# Application for Industrial Facilities Tax Exemption Certificate

2006 DEC -6 P 4: 16

Issued under authority of P.A. 198 of 1974, as amended. Filing is mandatory.

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk <i>[Signature]</i>	Date received by Local Unit Dec. 6, 2006 <i>* Amended 12/13/06</i> <i>See Attach</i>
Application Number	Date Received by STC <i>See Attach</i>

## APPLICANT INFORMATION

All boxes must be completed.

1a. Company Name (Applicant must be the occupant/operator of the facility) Dow Corning Corporation	1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (Four or Six Digit Code) 2815
1c. Address of Facility (real property or personal property location) City of Midland	1d. Name of City/Township/Village (Indicate which) City of Midland
2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(9))	1e. County Midland
	3a. School District where facility is located Midland
<input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Rehabilitation (Sec. 3(1))	3b. School Code 56010
4. Amount of years requested for exemption (1-12 Years) 12	
5. Thoroughly describe the project for which exemption is sought: Real Property (Type of Improvements to Land, Building, Size of Addition); Personal Property (Explain New, Used, Transferred from Out-of-State, etc.) and Proposed Use of Facility. (Please attach additional page(s) if more room is needed). See Attachments 1 & 2	

6a. Cost of land and building improvements (excluding cost of land) ..... * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	\$206,000.00
6b. Cost of machinery, equipment, furniture and fixtures ..... * Attach itemized listing with month, day and year of beginning of installation plus total costs	Real Property Costs \$545,000.00
6c. Total Project Costs ..... * Round Costs to Nearest Dollar	Personal Property Costs \$751,000.00
Total of Real & Personal Costs	

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Real Property Improvements	6/16/06	6/16/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased
Personal Property Improvements	6/16/06	6/16/08	<input checked="" type="checkbox"/> Owned	<input type="checkbox"/> Leased

8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  Yes  No

9. Number of existing jobs at this facility that will be retained as a result of this project. 420

10. Number of new jobs at this facility expected to be created within two years of project completion. 0

11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of valuation for the entire plant rehabilitation district and obsolescence statement for property. The SEV data below must be as of December 31 of the year prior to the rehabilitation.

a. SEV of Real Property (excluding land) .....

b. SEV of Personal Property (excluding inventory) .....

c. Total SEV .....

12a. Check the type of District the facility is located in:  
 Industrial Development District  
 Plant Rehabilitation District

12b. Date district was established by local government unit (contact local unit)  
2/23/81 ; 2/23/81

12c. Is this application for a speculative building (Sec. 3(8))?  
 Yes  No

**APPLICANT CERTIFICATION - complete all boxes.**

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name Erin Witte	13b. Phone Number (989) 496-4742	13c. Fax Number (989) 496-1560	13d. E-mail Address erin.witte@dowcorning.com
14a. Name of Contact Person John Tierney	14b. Phone Number (989) 496-8076	14c. Fax Number (989) 496-6132	14d. E-mail Address j.tierney@hscpoly.com
15a. Name of Company Officer (No Authorized Agents) Michael Kapp			
15b. Signature of Company Officer (No Authorized Agents) <i>Michael Kapp</i>		15c. Fax Number (989) 496-6132	15d. Date 12/6/06
15e. Mailing Address (Street, City, State, ZIP) PO Box 994, Midland, MI 48686-0994		15f. Phone Number (989) 496-1808	15g. E-mail Address michael.kapp@dowcorning.com

**LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.**

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Years (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No  <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	16d. School Code
16c. LUCI Code	18. Date of Resolution Approving/Denying this Application
17. Name of Local Government Body	

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Phone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

Local Unit: Mail one original and one copy of the completed application and all required attachments to:

State Tax Commission  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, MI 48909-7971

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY			
LUCI Code	Begin Date	End Date	End Date2

## Attachment # 1

### SITE

To supplement the infrastructure within Midland Plant the 2703 building is adding some additional SWR Piping. This piping will service existing processes in the area, helping to make them more reliable and safe.

An Electrical and Steam Measurement project was also recently implemented at the site level to allow for more accurate utility metering, which in turn led to more accurate cost allocation and energy saving initiatives.

Asset Class	Real or Personal	Order	Title	Amount	Date
	Real	600039145	214 MEDICAL FLOORING	35,000	11/3/2006
	Real	600039005	214 MEDICAL RENOVATIONS	50,000	10/20/2006
	Real	600039287 / 770004507	305 TANK TESTING AREA	21,000	11/6/2006
	Real	600038155	806 TANK FARM FIRE PROTECTION	100,000	6/30/2006
			<b>Total Site Real</b>	<b>\$ 206,000</b>	
4A	Personal	600039142	110 GAS CHROMOTOGRAPH #2	22,000	10/23/2006
4D	Personal	600039289	2006 TRPA CAPABILITY EXPANSION	23,000	10/31/2006
1J	Personal	600038901	2703 SWR UPGRADE	120,000	10/3/2006
74D	Personal	600039004	901 UPGRADES	20,000	10/31/2006
74D	Personal	600038420	ADDITIONAL ELECTRICAL AND STEAM	320,000	8/7/2006
74A	Personal	600038100	SCOTT EMERGENCY AIR PACK REPLAC	40,000	6/16/2006
			<b>Total Site Personal</b>	<b>\$ 545,000</b>	
			<b>Total</b>	<b>\$ 751,000</b>	

INDUSTRIAL FACILITIES EXEMPTION APPLICATION  
AFFIDAVIT OF FEES

In accordance with State Tax Commission Bulletin No. 3, dated January 1998, the Local Unit and Applicant for Industrial Facilities Exemption Certificate do hereby swear and affirm that no payment of any kind, whether they be referred as "fees", "payments in lieu of taxes", "donations", or by other like terms, such payments are contrary to the legislative intent of Act 198 that exemption certificate have the effect of abating all ad valorem property taxes levied by taxing units with the unit of local government which approves the certificate.

We do swear and affirm by our signatures below that "no payment of any kind in excess of the fee allowed, as amended by Public Act 323 of 1996, has been made or promised in exchange for favorable consideration of an exemption certificate application."

City/Twp./Village of Midland

Signed: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

Dated: \_\_\_\_\_

Applicant Dow Corning Corporation

Signed: Michael S. Kapp

Print Name: Michael S. Kapp

Title: Tax Director

Dated: \_\_\_\_\_

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Rehabilitation District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH,  
RANGE 2 EAST, THENCE EAST 440.25 FEET, THENCE NORTH 256.33 FEET, THENCE  
EAST 20.0 FEET, THENCE NORTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE  
NORTH 224.33 FEET, THENCE EAST 549.75 FEET, THENCE SOUTH 540.0 FEET,  
THENCE EAST 340.0 FEET, THENCE SOUTH 370.0 FEET, THENCE WEST 210.0  
FEET, THENCE SOUTH 1105.0 FEET, THENCE EAST 210.0 FEET, THENCE SOUTH  
314.42 FEET, THENCE WEST 845.99 FEET, THENCE NORTH 44 DEGREES 24  
MINUTES 50 SECONDS WEST 677.60 FEET, THENCE NORTH 1315.21 FEET. TOTAL  
AREA – 53.46 ACRES.

Industrial Facilities Exemption Certificate Application  
Dow Corning Corporation –  
Midland Plant  
Industrial District  
Established 2/27/81

Legal Description of Property

BEGINNING AT THE WEST QUARTER CORNER OF SECTION 26, TOWNSHIP 14 NORTH, RANGE 2 EAST, THENCE NORTH 1950.24 FEET, THENCE EAST 2693.61 FEET, THENCE SOUTH 653.01 FEET, THENCE EAST 2639.55 FEET, THENCE SOUTH 3936.805 FEET, THENCE WEST 3907.91 FEET, THENCE NORTH 45 DEGREES 24 MINUTES 50 SECONDS 1184.36 FEET, THENCE EAST 845.99 FEET, THENCE NORTH 314.42 FEET, THENCE WEST 210.0 FEET, THENCE NORTH 400.0 FEET, THENCE EAST 110.0 FEET, THENCE NORTH 160.0 FEET, THENCE WEST 110.0 FEET; THENCE NORTH 545.0 FEET, THENCE EAST 210.0 FEET, THENCE NORTH 370.0 FEET, THENCE WEST 340.0 FEET, THENCE NORTH 540.0 FEET, THENCE WEST 549.75 FEET, THENCE SOUTH 224.33 FEET, THENCE EAST 20.0 FEET, THENCE SOUTH 59.33 FEET, THENCE WEST 20.0 FEET, THENCE SOUTH 256.33 FEET, THENCE WEST TO POINT OF BEGINNING 440.25 FEET. TOTAL AREA – 438.55 ACRES.

Affidavit as to Commencement Date of Installation of Real Property for  
Industrial Facilities Exemption Certificate Application

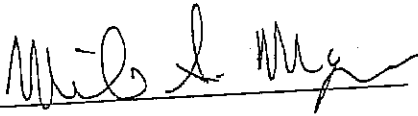
Property Location: Dow Corning Corp. Midland Plant Facility

Property Address: 3901 S. Saginaw Road, Midland, MI

Project Title: Z14 MEDICAL FLOORING CIO # 600039145

I, MICHAEL MAYERS, SUPPLY CHAIN COORDINATOR, hereby attest that  
Print Name Print Title

the installation of tangible ~~personal~~ <sup>REAL</sup> property for which this application is sought was will  
commenced on OR ABOUT 12/9, 2006.

Signature: 

Date: 13 Nov. 2006

Company Name: Dow Corning Corporation

Title: SUPPLY CHAIN COORDINATOR

Affidavit as to Commencement Date of Installation of Real Property for  
Industrial Facilities Exemption Certificate Application

Property Location: Dow Corning Corp, Midland Plant Facility

Property Address: 3901 S. Saginaw Road, Midland, MI

Project Title: 305 TANK TESTING AREA CIO # 600039287

I, Lori Schock, SITE SUPPLY MANAGER, hereby attest that  
Print Name Print Title

the installation of tangible real property for which this application is sought was  
commenced on November 6, 2006.

Signature: Lori Schock

Date: 15 Nov 06

Company Name: Dow Corning Corporation

Title: Supply + Logistics Manager

Affidavit as to Commencement Date of Installation of Real Property for  
Industrial Facilities Exemption Certificate Application

Property Location: Dow Corning Corp, Midland Plant Facility

Property Address: 3901 S. Saginaw Road, Midland, MI

Project Title: 806 Tank Farm Fire Protection CIO # 600038155

I, Richard Rausch, Environmental Mgr., hereby attest that  
Print Name Print Title

the installation of tangible <sup>REAL</sup>~~personal~~ property for which this application is sought was  
commenced on 9/1, 2006.

Signature: Richard A Rausch

Date: 11/10/06

Company Name: Dow Corning Corporation

Title: Environmental, Power, & Utilities Manager

Affidavit as to Commencement Date of Installation of Real Property for Industrial Facilities Exemption Certificate Application

Property Location: Dow Corning Corp. Midland Plant Facility

Property Address: 3901 S. Saginaw Road, Midland, MI

Project Title: 214 MEDICAL RENOVATIONS CIO # 600039005

I, MICHAEL MAYERS, SUPPLY CHAIN COORDINATOR hereby attest that  
Print Name Print Title

the installation of tangible ~~personal~~ <sup>REAL</sup> property for which this application is sought ~~was~~ <sup>will</sup> commenced on OR ABOUT 12/9, 20 06.

Signature: Michael S. Mayers

Date: 13 Nov. 2006

Company Name: Dow Corning Corporation

Title: SUPPLY CHAIN COORDINATOR