

**SUMMARY REPORT TO MANAGER
for City Council Meeting of March 22, 2010**

SUBJECT: Set a public hearing to establish an Industrial Development District for Consolidated Graphics, Inc. in accordance with Act 198 of 1974, as amended.

INITIATED BY: Consolidated Graphics, Inc.

RESOLUTION SUMMARY: This resolution, if adopted, accepts the request by Consolidated Graphics, Inc. to establish an Industrial Development District in accordance with Act 198 of 1974, as amended and sets a public hearing to be held on April 12, 2010 to consider the same.

ITEMS ATTACHED:

- 1. Letter of Transmittal
- 2. Copy of request from Consolidated Graphics, Inc.
- 3. Map of the proposed district
- 4. Resolution

CITY COUNCIL ACTION:

- 1. Adopt resolution by 3/5 vote.

Reid Duford
City Assessor

March 18, 2010

R:/Consolidated Graphics IDD Sum



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

March 18, 2010

Mr. Jon Lynch
City Manager
Midland, MI 48640

Dear Mr. Lynch:

A request from Consolidated Graphics, Inc. the property owner, to establish an Industrial Development District for property located at 1321 East Wackerly Road has been received. Establishing a district is a local option and does not require State Tax Commission approval, as do the exemption certificates. A brief summary of the criteria that must be met in order for Council to establish an Industrial Development District is listed below.

- 1) The district may be established upon Council's own initiative or by written request of the owner(s) of 75% of the SEV of the Industrial property within the proposed district.
- 2) The request for establishing a district is filed only in connection with a proposed facility, the construction, acquisition, alteration, or installation of which has not commenced at the time of the filing of the request.
- 3) Proper notice and a public hearing must be held.

The request has been made by Consolidated Graphics, Inc. the owners of 100% of the SEV of the Industrial property within the proposed district. The proposed facility is intended to relocate McKay Press to what is currently known as "Hangtime Sports". The company will move its existing printing facility from their State Street location to the new building once construction is complete.

Attached is a resolution which, if adopted, would set the public hearing for April 12, 2010, on the request.

Sincerely,

Reid Duford
City Assessor

R:/Consolidated Graphics IDD Sum

ConsolidatedGraphics

215 State Street
Midland, MI 48640

RECEIVED
CITY CLERK
MIDLAND, MICHIGAN

March 18, 2010

2010 MAR 18 A 10: 32

Ms. Selina Tisdale
City Clerk
City of Midland
333 West Ellsworth
Midland, MI 48640

Selina Tisdale

Re: Establishment of Industrial Development District

Dear Ms. Tisdale:

I respectfully request, on behalf of Consolidated Graphics, Inc and McKay Press, the Midland City Council to establish an Industrial Development District pursuant to P.A. 198. The district would fall within the legal boundaries of the property at 1321 East Wackerly Rd, Midland Michigan 48460.

Legal Description:

PART OF THE SOUTHWEST ¼ OF THE SOUTHEAST ¼ OF SECTION 35, TOWN 15 NORTH, RANGE 1 EAST, LINCOLN TOWNSHIP, MIDLAND COUNTY, MICHIGAN DESCRIBED AS: BEGINNING AT A POINT ON THE NORTH-SOUTH ¼ LINE OF SECTION 35 THAT IS NORTH 00D 36M 25S EAST, 660.00 FEET FROM THE SOUTH ¼ CORNER; THENCE CONTINUING NORTH 00D 36M 25S EAST, 667.57 FEET ALONG THE NORTH-SOUTH ¼ LINE TO THE SOUTH 1/8 LINE; THENCE SOUTH 89D 58M 47S EAST, 223.22 FEET ALONG THE SOUTH 1/8 LINE TO THE SOUTHWESTERLY RIGHT OF WAY LINE OF U.S. 10; THENCE SOUTH 49D 41M 12S EAST, 556.02 FEET ALONG SAID RIGHT OF WAY LINE TO THE POINT OF CURVATURE OF A 2967.79 FOOT RADIUS CURVE TO THE LEFT; THENCE SOUTHEASTERLY, 432.44 FEET ALONG THE ARC OF SAID CURVE AND HAVING A LONG CHORD BEARING SOUTH 53D 51M 39S EAST; THENCE SOUTH 0D 25M 11S WEST, 713.15 FEET TO THE SOUTH SECTION LINE; THENCE NORTH 89D 59M 11S WEST, 449.95 FEET ALONG THE SOUTH SECTION LINE; THENCE NORTH 00D 36M 25S EAST, 325.00 FEET PARALLEL WITH THE NORTH-SOUTH ¼ LINE; THENCE NORTH 89D 59M 11S WEST, 225.00 FEET PARALLEL WITH THE SOUTH SECTION LINE; THENCE NORTH 00D 36M 25S EAST, 335.00 FEET PARALLEL WITH THE NORTH-SOUTH ¼ LINE; THENCE NORTH 89D 59M 11S WEST, 330 FEET PARALLEL WITH THE SOUTH SECTION LINE TO THE POINT OF BEGINNING. CONTAINING 18.14 ACRES AND SUBJECT TO THE SOUTH 33 FEET THEREOF FOR WACKERLY ROAD.

It is the intention of Consolidated Graphics to relocate our McKay facility to what is currently known as "Hang time Sports". We intend to spend significantly over \$1,000,000 to relocate and improve the facility to meet our long term business goals and stay relevant in our industry. We will be adding 2 new production lines and adding additional racking and fulfillment. We anticipate that new facility will allow us to retain our existing employee base and provide the potential to create new jobs.

Thank you for your consideration.

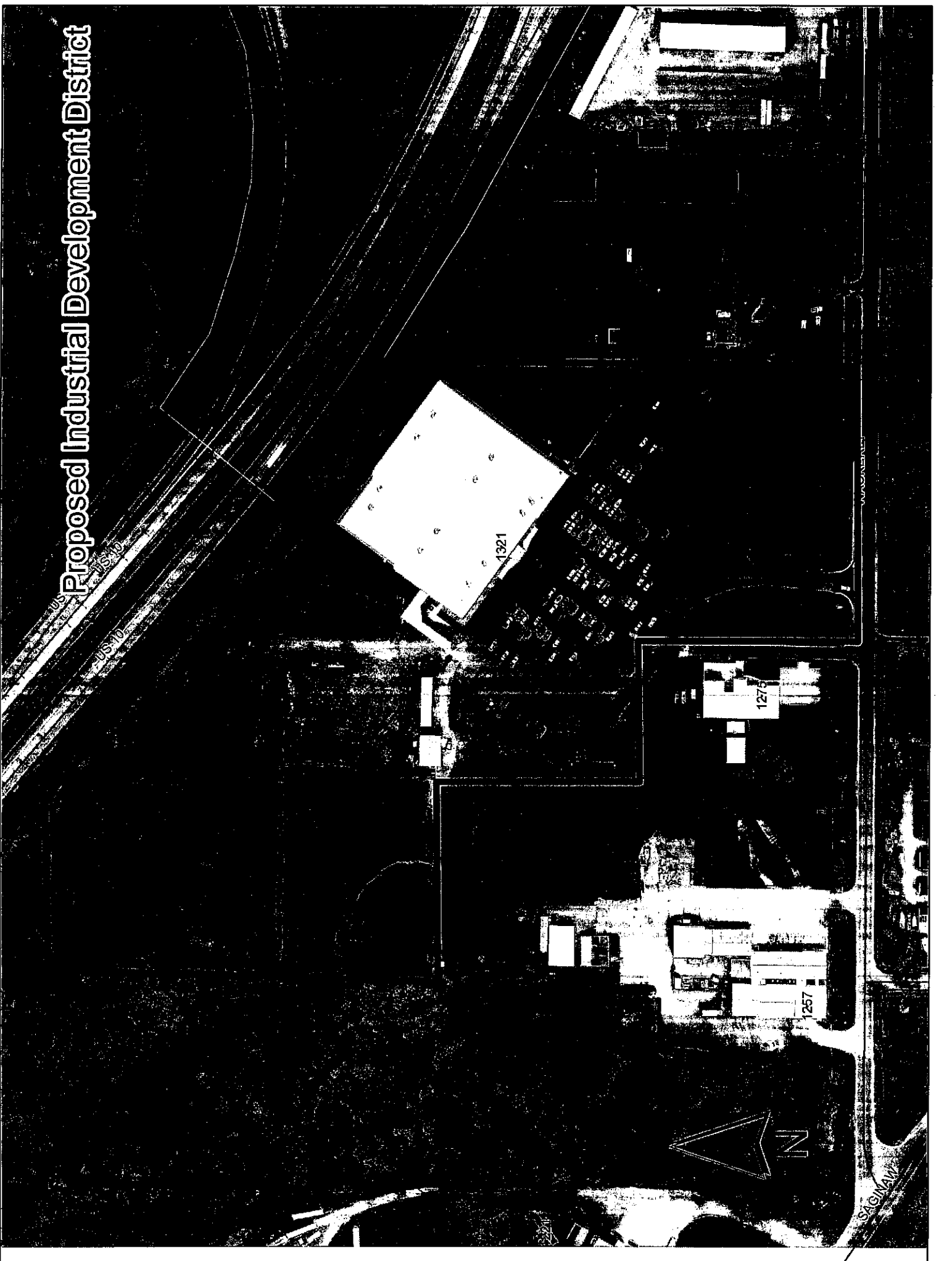
Sincerely,



Kevin Strand
President
McKay Press, Inc

Cc: Reid Dufor, City of Midland
Scott Walker, Midland Tomorrow
Jess Atwell, Midland Tomorrow

Proposed Industrial Development District



SAGINAW



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

BY COUNCILMAN

WHEREAS, Consolidated Graphics, Inc. by means of a letter dated March 18, 2010, which was received by the City Clerk on March 18, 2010, has requested the establishment of an Industrial Development District as described in said communication under the scope of Act 198 of the Michigan Public Acts of the State of Michigan of 1974, as amended; and

WHEREAS, the decision on whether to establish such a district as a condition precedent to industrial development assistance through property tax incentives rests with the City Council acting in accord with the criteria and procedures contained in Public Act 198 of the Public Acts of the State of Michigan of 1974, as amended; and

WHEREAS, prior to such action by the City Council, a public hearing shall have been held as required by Section 4(4) of said Act; now therefore

RESOLVED, that a public hearing will be held before the City Council on April 12, 2010 at 7:00 p.m. in the Council Chambers at City Hall, 333 West Ellsworth, for the purpose of hearing any resident or taxpayer, including the petitioner, regarding the establishment of an Industrial Development District as described in records on file with the City Clerk, and the City Clerk shall give written notice by certified mail to the owners of all real property within the proposed Industrial Development District.

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, March 22, 2010.

Selina Tisdale, City Clerk