

RESOLUTION NO. \_\_\_\_\_

VILLAGE OF STOCKBRIDGE  
DOWNTOWN DEVELOPMENT AUTHORITY  
(Enacted \_\_\_\_\_, 2011)

**A RESOLUTION TO  
APPROVE THE 2011 AMENDMENT  
TO THE VILLAGE OF STOCKBRIDGE  
DOWNTOWN DEVELOPMENT AUTHORITY'S DEVELOPMENT PLAN,  
PURSUANT TO THE PROVISIONS OF ACT 197  
PUBLIC ACTS OF MICHIGAN OF 1975, AS AMENDED**

WHEREAS, the Village of Stockbridge (hereinafter, the "Village") created the Stockbridge Downtown Development Authority (hereinafter, the "SDDA") by Ordinance in the mid-1980's, and charged it with its statutory responsibility for developing and implementing a Development Plan; and

WHEREAS, the SDDA adopted a proposed Development Plan and Tax Increment Finance Plan (hereinafter, the "Plan") in the mid-1980's, which was forwarded to the Village and subsequently approved by Ordinance pursuant to the provisions of Act 197 of the *Public Acts of Michigan of 1975*, as amended (hereinafter, the "Act"); and

WHEREAS, the SDDA and the Village have amended the Tax Increment Finance Plan and/or the Development Plan on several occasions since its initial adoption to include, among other things, new development plans and to expand the tax increment finance district; and

WHEREAS, the SDDA determined in 2011 that the Tax Increment Finance Plan and Development Plan required additional amendments to incorporate additional information into it regarding the SDDA's proposal to expend up to \$29,800.00 to improve/repair the old Village Hall at 115 East Elizabeth Street, Stockbridge, Michigan so that the Village of Stockbridge, Village of Stockbridge Police Department, and the SDDA Offices can relocate to this building.

IT IS THEREFORE RESOLVED that the *Stockbridge Downtown Development Authority 2011 Development Plan and Tax Increment Financing Plan Amendment to Incorporate New Projects*, as attached hereto, is approved by the SDDA and is to be submitted to the Village of Stockbridge for approval, in accordance with the Act.

Moved By: \_\_\_\_\_

Seconded By: \_\_\_\_\_

Adopted at a Regular Meeting of the Village of Downtown Development Authority held on the  
day of \_\_\_\_\_, 2011

YEAS: \_\_\_\_\_

NAYS: \_\_\_\_\_

ABSENT: \_\_\_\_\_

ABSTAIN: \_\_\_\_\_

**Village of Stockbridge  
Downtown Development Authority**

\_\_\_\_\_  
By: Annabell Howard  
Its: Chairperson

**CERTIFICATION**

I certify that the above is a true and complete copy of Resolution No. \_\_\_\_  
adopted by the Village of Stockbridge Downtown Development Authority at a  
Regular Monthly Meeting held on the \_\_\_\_\_ of \_\_\_\_\_, 2011.

**Village of Stockbridge  
Downtown Development Authority**

\_\_\_\_\_  
By: Tom Lovachis  
Its: Secretary

Drafted by:  
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**STOCKBRIDGE DOWNTOWN DEVELOPMENT AUTHORITY  
2011 DEVELOPMENT PLAN  
AND TAX INCREMENT FINANCING PLAN  
AMENDMENT TO INCORPORATE NEW PROJECTS**

Pursuant to the requirements of MCL 125.1664 (2), the Stockbridge Downtown Development Authority (hereinafter, the "SDDA") recommends that the following amendments be incorporated into the SDDA's Development Plan:

1. The boundaries of the Plan's Tax Increment Finance District are set forth in the map contained on page iv of the July 3, 1995 Plan Amendment, and are not altered by this Amendment.
2. The location and extent of existing streets and other public facilities within the development area are set forth in the maps contained on pages 12 – 14 of the original Plan. The SDDA's District Zoning Map is contained on page 13. The map sets forth the designated location, character, and extent of the categories of public and private land uses existing and proposed for the development area, including residential, recreational, commercial, industrial, educational, and other uses. The legal description of the development area is described as being located in the Village of Stockbridge, County of Ingham, to wit:

*See Legal Description of the District contained in pages 24-26 of the July 3, 1995 Plan Amendment; and which are not changed in this Amendment.*

3. The description of the existing improvements in the area to be demolished, repaired or altered, a description of any repairs or alterations, and an estimate of the time required for completion.

The SDDA proposes to repair/improve the real property located at 115 East Elizabeth Street, Stockbridge, Michigan, commonly known as "the Old Village Hall," with the intent that the Village of Stockbridge, Village of Stockbridge Police Department, and the SDDA offices will relocate back into the building upon completion of the repairs. The repairs are estimated to take one year or less. The repairs contemplated include:

- a. new roof;
- b. new gutters and downspouts;
- c. siding on three sides (south side will not be sided at this point to leave room for a later anticipated addition);
- d. new windows and doors;
- e. interior paint and carpet; and
- f. improvement to restroom to make it accessible for handicapped individuals.

4. The description of the location, extent, character, and estimated cost of the improvements, including rehabilitation, contemplated for the development area and an estimate of the time required for completion, signage or signalization.

No change proposed in this Plan Amendment.

5. The following is a statement of the construction, or stages of construction, planned and the estimated time for completion of each stage.

- 5.1 The SDDA anticipates one continuous stage of construction for the completion of the repairs/improvements outlined in paragraph 3 on the Old Village Hall; which will begin in the fall of 2011, continue until completed, and which in no case is anticipated to take longer than one year from the date of commencement. In the SDDA's opinion, relocating the Village Hall to this location in the downtown district will aid the economic growth of the downtown district.

6. The description of any parts of the development area to be left as open space, and the use contemplated for the space, is contained in Section 1.1.1 of the 2001 Plan Amendment.

No change proposed in this Plan Amendment.

7. The following is a description of any portion of the development area that the authority desires to sell, donate, exchange, or lease to or from the municipality and the proposed terms.

- 7.1 In exchange for expending the money discussed herein to repair the Old Village Hall, the SDDA and the Village agree the SDDA shall be granted lease for free office space in the Old Village Hall building for as long as the SDDA desires same and the Village owns the building. No additional written lease shall be necessary to effectuate the intent of this paragraph.

8. The following is a description of desired zoning changes, and changes in streets, street levels, intersections, or utilities.

No change proposed in this Plan Amendment.

9. The following is an estimate of the costs of the development, a statement of the proposed method of financing the development, and the ability of the authority to arrange the financing.

The SDDA believes the costs of improving/repairing the Old Village Hall are as follows:

- |    |                            |              |
|----|----------------------------|--------------|
| a. | new roof                   | \$ 12,000.00 |
| b. | new gutters and downspouts | 1,200.00     |

c.	siding on three sides (south side will not be sided at this point to leave room for a later anticipated addition)	8,600.00
d.	new windows and doors	2,000.00
e.	interior paint and carpet; and	5,000.00
f.	improvement to restroom to make it accessible for handicapped individuals	1,000.00
g.	<u>Total Improvement/Repairs</u>	\$ 29,800.00

The SDDA proposes to finance the improvements from TIF revenues captured by the SDDA.

10. The following is a designation of the person or persons, natural or corporate, to whom all or a portion of the development is to be leased, sold, or conveyed in any manner, and for whose benefit the project is being undertaken, if the information is available to the authority.

The project is being undertaken for the benefit of the Village of Stockbridge, the Village of Stockbridge Police Department, and the SDDA, as permitted under MCL 125.1657 (1) (c) and/or (m). The building is currently vacant, but owned by the Village of Stockbridge. Title shall remain with the Village of Stockbridge, subject to the SDDA's lease interest as outlined in paragraph 7.1.

11. The procedures for bidding for the leasing, purchasing, or conveying, in any manner, of all, or a portion, of the development upon its completion, if there are no express or implied agreements between the authority and persons, natural or corporate, that all or a portion of the development will be leased, sold, or conveyed, in any manner, to those persons.

No change proposed in this Plan Amendment

12. It is estimated that there are less than 100 persons and families residing in the development area. It is estimated that zero (0) persons or families residing in the development area will be displaced.

Since the Plan does not call for the acquisition of occupied residential property, the Plan does not include a survey of the families or individuals to be displaced (including their income and racial composition); a statistical description of the housing supply in the community (including the number of private and public units in existence or under construction); the condition of those units in existence; the number of owner-occupied and renter-occupied units; the annual rate of turnover of the various types of housing and the range of rents and sale prices; an estimate of the total demand for

housing in the community; and the estimated capacity of private and public housing available to displaced families and individuals.

13. The following constitutes the plan for establishing priority for the relocation of persons displaced by the development in any new housing in the development area.

Because of the answer to Section 12, no plan for establishing priority for relocation is required.

14. The following shall constitute the provisions for the costs of relocating persons displaced by the development and financial assistance and reimbursement of expenses, including litigation expenses and expenses incident to the transfer of title, in accordance with the standards and provisions of the *Federal Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970*, being Public Law 91-646, 42 U.S.C. Sections 4601, *et seq.*

Because of the answer to Section 12, no provision for the costs of relocating persons displaced is included.

15. No persons are being relocated in the development area, but any future relocation will be done in compliance with Act No. 227 of the *Public Acts of 1972*, being Sections 213.321 to 213.332 of the Michigan Compiled Laws.

16. This Plan Amendment also provides for the following other material that the authority, local public agency, or governing body, considers pertinent:

No change is proposed in this Plan Amendment.

17. This Development Plan does not provide for improvement related to a qualified facility, as defined in the *Federal Facilities Development Act*, Act No. 275 of the *Public Acts of 1992*.

18. The original 1986 Plan states that its duration will “terminate upon the completion of those projects specified in the development schedule (Table 1).” The 1992 Plan Amendment does not appear to have addressed the duration of the Plan. The 1995 Plan Amendment states that the “duration of the Plan is limited to the implementation of the goal [sic] and objectives.” Pursuant to the 2004 Amendment, the capturing of tax increment revenues shall continue through taxes levied in 2014, or such later year when all obligations of the SDDA payable from tax increment revenues have been retired or satisfied. The Development Plan shall be effective until the purposes of the Development Plan are completed. The First 2009 Amendment extended the Plan until 2020. No further revisions to this date are contemplated in this Plan Amendment.

19. The estimated impact of tax increment financing on all taxing jurisdictions in which the SDDA’s Development Area was originally addressed by the SDDA in previous amendments. The First 2009 Amendment provided updated information

in regard to this matter through 2020 (see Exhibit F to that Plan Amendment.). Additionally, the SDDA states:

Tax increment financing permits the SDDA to capture Tax Increment Revenues (as defined below) attributable to increases in the value of real and personal property in the Development Area. The tax increment finance procedure is governed by Act 197 of the *Public Acts of 1975*, as amended (the “DDA Act”). The procedures outlined below are the procedures provided by the DDA Act effective as of the date this Plan is adopted, but are subject to any changes imposed by future amendments to the DDA Act.

The Tax Increment Revenues are generated when the Current Assessed Value of all properties within the Development Area exceed the Initial Assessed Value of the properties. The amount in any one year by which the Current Assessed exceeds the Initial Assessed Value is the Captured Assessed Value.

**Initial Assessed Value:** When the Village Council enacted the Original Plan by Ordinance in 1986, the Initial Assessed Value of the Development Area was established as the assessed value, as equalized, of all the taxable property within the boundaries of the Development Area at the time that Ordinance was approved, as shown by the then most recent assessment roll of the Village for which equalization had been completed, prior to the adoption of the 1986 Original Plan by Ordinance. Property exempt from taxation at the time of the determination of the Initial Assessed Value was included as zero. However, in determining the Initial Assessed Value, property for which a “specific local tax” was paid in lieu of a property tax was not considered to be property that was exempt from taxation. A “specific local tax” is defined in the DDA Act and includes “Industrial Facilities Taxes” levied under 1974 PA 198, taxes levied under the *Technology Park Development Act*, 1984 PA 385, and taxes levied on lessees and users of tax-exempt property under 1953 PA 189. The Initial Assessed Value or Current Assessed Value of property subject to a specific local tax was determined by calculating the quotient of the specific local tax paid divided by the *ad valorem* millage rate, or by other method as prescribed by the state tax commission.

**Current Assessed Value:** Each year the “Current Assessed Value” of the Development Area will be determined. The Current Assessed Value of the Development Area is the taxable value of the property in the Development Area.

**Captured Assessed Value:** The amount by which the Current Assessed Value exceeds its Initial Assessed Value in any one year is the “Captured Assessed Value.”

**Tax Increment Revenues:** For the duration of the Plan, taxing jurisdictions will continue to receive tax revenues based upon the Initial Assessed Value of the Development Area. The SDDA will receive that portion of the *ad valorem* tax levy of all taxing jurisdictions on the Captured Assessed Value of the taxable property in the Development Area, other than the State, local school district, intermediate

school district tax levies, and specific local taxes attributable to such *ad valorem* property taxes (the "Tax Increment Revenues"), subject to limitations and exemptions which may be contained in the DDA Act, this Tax Increment Financing Plan, and the provisions of any agreements for the sharing of Captured Assessed Value.

Increases in the Current Assessed Values which generate Tax Increment Revenues can result from any of the following:

- a. Construction of new developments.
- b. New rehabilitation, remodeling, alterations, or additions.
- c. Increases in property values which occur for any other reason.

Tax Increment Revenues can be used as they accrue annually, can be held to accumulate amounts necessary to make improvements described in the Plan, or can be pledged for payment of bonds or notes issued by the SDDA or the Village under the DDA Act. Further, the SDDA may not borrow money or issue revenue notes without the prior approval of the Village. The SDDA may expend tax increment revenues only in accordance with this Plan; surplus revenues revert proportionally to the respective taxing jurisdictions.

20. **Adoption of these Amendments.** The Village of Stockbridge, before adopting an Ordinance approving these 2011 Amendments, shall hold a public hearing on this development plan and seek input and approval from the Citizens Advisory Committee, if one forms. At the time of the hearing, the Village Council shall provide to all interested persons an opportunity to be heard and shall receive and consider communications in writing with reference thereto. The hearing shall provide the fullest opportunity for expression of opinion, for argument of merits, and for introduction of documentary evidence pertinent to the development plan. The Village Council shall make and preserve a record of the public hearing, including all data presented at that time. All provisions of the Original 1986 Plan, 1992 Plan Amendment, 1995 Plan Amendment, 2004 Plan Amendment, 2006 Plan Amendment, 2008 Plan Amendment, the First 2009 Plan Amendment, and the Second 2009 Plan Amendment not modified by these amendments to the Plan shall remain in full force and effect.

Drafted By:  
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