

February 2, 2006

To: John Szerlag, City Manager

From: John Lamerato, Assistant City Manager – Finance/Administration  
Nino Licari, City Assessor

Re: Agenda Item – Vacate Abandoned Industrial Development District, and  
Rescind Industrial Facilities Exemption Certificate

**Recommended City Council Action:**

Staff recommends that you request that the City Council pass a suggested resolution vacating an Industrial Development District (IDD) at 1300 Coolidge, Vehma International, wherein the company has abandoned its project. Passage of the suggested resolution will also vacate and rescind an abandoned Industrial Facilities Exemption Certificate (IFEC).

**Background and Detail:**

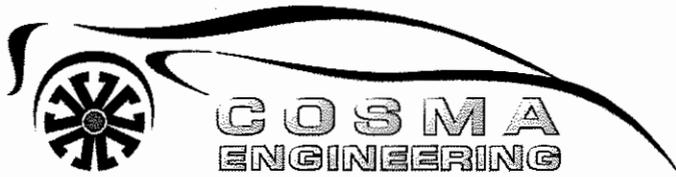
Per written notification (copy attached) Vehma International, has closed its Troy operations.

The company had an Industrial Development District (IDD) and an Industrial Facilities Exemption Certificate (IFEC) at 1300 Coolidge (Parcel ID # 88-IP-98-198-209, Certificate #98-209-01). They are no longer in operation at this address.

As cessation of their operations is in conformance with the terms of the Letter of Agreement between the Company and the City of Troy, there is no recapture of abated nor future abated taxes.

Consequently, the IDD and the IFEC should be vacated to remove it from both the City's rolls, and the State Tax Commission's.

NL/nl



**COSMA ENGINEERING**  
A Division of  
Vehma International of America, Inc.  
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February 6, 2006

City of Troy  
Assessment Office  
500 W. Big Beaver Road  
Troy, MI 48084-5254

RE: Property Taxes for Parcel 88-99-00-275-060  
1300 Coolidge Hwy.

Attn: Leger Licari – Assessor

Dear Mr. Licari,

This letter is to confirm changes that occurred at the, above-mentioned, address in Troy, Michigan during 2005.

Contract changes from customers at this location forced the closure of this location. The equipment reported on the property tax return L-4175 for 2006 is idle equipment at this time. We are working with the landlord and other Magna divisions to change this property to a viable contributor as it was to the city in the past.

If you have any further questions, please call me at any time.

Sincerely,

A handwritten signature in black ink, appearing to read 'Kimberly Hayes', is written over the typed name.

Kimberly Hayes  
Group Controller  
248-619-8003  
[Kim.Hayes@vehmaintl.com](mailto:Kim.Hayes@vehmaintl.com)

Cc: Stuart Kauffman  
1533 N. Woodward  
Bloomfield Hills, MI 48304