

February 28, 2006

To: John Szerlag, City Manager

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

Re: Agenda Item – Delphi Tax Abatement Status Report

City Council requested a status report on the Delphi Tax Abatement at the February 27, 2006 meeting.

An Industrial Development District (IDD) was established by City Council, for Delphi, on January 17, 2000.

On February 7, 2000, City Council granted an Industrial Facilities Exemption Certificate (IFEC) for Delphi for Real and Personal Property.

The exemption was granted for six (6) of the allowable twelve (12) years. Council was aware and discussed that an approved applicant has two (2) years to reach the project goals, to clarify that the six (6) year abatement would have an effective eight (8) year term. This is also true of the maximum twelve (12) year abatement, that is effectively a fourteen (14) year abatement.

The abatement term was established for 12/30/00 through 12/30/08. Delphi has the option of applying to City Council to receive the remaining six (6) years of the abatement term. Council has the option of approving or disapproving the request.

The City Attorney's Office is monitoring the current bankruptcy proceedings to insure that the City is afforded any protections available.

In the meantime, the abatement continues to run its course.

Attached is a summary of the abatement since 2001.

NL/nl

**City of Troy - Assessing Department**  
**Summary of Delphi Industrial Facilities Tax Abatement (I.F.T.)**

Year	Parcel ID	Type	Cert #	Term	A/V	T/V
2001	88-99-00-283-440-01	Personal	2000-016	12/30/00 - 12/30/08	0	0
2001	88-20-09-128-001-01	Real	2000-016	12/30/00 - 12/30/08	0	0
<b>Total</b>					<b>0</b>	<b>0</b>
2002	88-99-00-283-440-01	Personal	2000-016	12/30/00 - 12/30/08	1,358,210	1,358,210
2002	88-20-09-128-001-01	Real	2000-016	12/30/00 - 12/30/08	14,856,590	14,856,590
<b>Total</b>					<b>16,214,800</b>	<b>16,214,800</b>
2003	88-99-00-283-440-01	Personal	2000-016	12/30/00 - 12/30/08	1,717,970	1,717,970
2003	88-20-09-128-001-01	Real	2000-016	12/30/00 - 12/30/08	14,856,590	14,856,590
<b>Total</b>					<b>16,574,560</b>	<b>16,574,560</b>
2004	88-99-00-283-440-01	Personal	2000-016	12/30/00 - 12/30/08	1,116,410	1,116,410
2004	88-20-09-128-001-01	Real	2000-016	12/30/00 - 12/30/08	15,409,750	15,198,290
<b>Total</b>					<b>16,526,160</b>	<b>16,314,700</b>
2005	88-IP-00-100-016	Personal	2000-016	12/30/00 - 12/30/08	2,578,670	2,578,670
2005	88-IN-00-200-016	Real	2000-016	12/30/00 - 12/30/08	15,887,360	15,547,850
<b>Total</b>					<b>18,466,030</b>	<b>18,126,520</b>
2006	88-IP-00-100-016	Personal	2000-016	12/30/00 - 12/30/08	1,465,810	1,465,810
2006	88-IN-00-200-016	Real	2000-016	12/30/00 - 12/30/08	16,155,460	16,060,920
<b>Total</b>					<b>17,621,270</b>	<b>17,526,730</b>
2007	88-IP-00-100-016	Personal	2000-016	12/30/00 - 12/30/08	?	?
2007	88-IN-00-200-016	Real	2000-016	12/30/00 - 12/30/08	?	?
<b>Total</b>					<b>?</b>	<b>?</b>
2008	88-IP-00-100-016	Personal	2000-016	12/30/00 - 12/30/08	?	?
2008	88-IN-00-200-016	Real	2000-016	12/30/00 - 12/30/08	?	?
<b>Total</b>					<b>?</b>	<b>?</b>
2009	88-IP-00-100-016	Personal	2000-016	12/30/00 - 12/30/08	0	0
2009	88-IN-00-200-016	Real	2000-016	12/30/00 - 12/30/08	0	0
<b>Total</b>					<b>0</b>	<b>0</b>