



October 3, 2019

Council Meeting of October 15, 2019

Subject: Industrial Facilities Tax Exemption
Certificate – Air Master Systems Corp.,
6274 Norton Center Drive

The Honorable Mayor
and
Members of the City Council

Ladies and Gentlemen:

A public hearing has been scheduled for the October 15, 2019 City Council meeting to consider applications from Air Master Systems Corp., for two (2) Industrial Facilities Tax Exemption Certificate transfers for real property in the amounts of \$100,000 Certificate #2012-387 and \$1,189,794 Certificate #2014-311 for property located at 6274 Norton Center Drive.

The company is currently located in Norton Shores at 6480 Norton Center Drive and expanding their operations to the property at 6274 Norton Center Drive. They expect to add twelve new full-time jobs as a result of this expansion. As part of a Michigan Business Development Program funding incentive presented by the MEDC, they will create 63 new jobs in total over the next three years.

Two resolutions are attached for Council’s consideration.

Respectfully submitted,

Mark C. Meyers
City Administrator

/ss
Attachments

Administration/City Clerk (231) 798-4391	Assessing Division (231) 799-6806	Building Division (231) 799-6801	Finance/Treasurer (231) 799-6805	Fire Prevention (231) 799-6809	Fire Department (231) 798-2255
Parks/Recreation (231) 799-6802	Planning/Zoning (231) 799-6800	Police Department (231) 733-2691	Public Works (231) 799-6803	Streets Division (231) 798-2156	Water/Sewer (231) 799-6804

RESOLUTION

WHEREAS, pursuant to P.A. 198 of 1974, M.C.L. 207.551 et seq., after a duly noticed public hearing the City Council of the City of Norton Shores by resolution established 6274 Norton Center Drive as an Industrial Development District; and

WHEREAS, Air Masters Systems Corp. has filed an application to transfer Industrial Facilities Exemption Certificate #2012-387 with respect to **real** property within the Industrial Development District; and

WHEREAS, before acting on said application, the City of Norton Shores held a hearing on October 15, 2019 at 5:30 p.m. at which hearing the applicant, the Assessor and a representative of the affected taxing units were given written notice and were afforded an opportunity to be heard on said application, and

WHEREAS, the facility is calculated to and will at the time of transfer of the certificate have the reasonable likelihood to retain, create or prevent the loss of employment in the City of Norton Shores, and

NOW, THEREFORE, BE IT RESOLVED by the Norton Shores City Council that:

1. The Norton Shores City Council finds and determines that granting of the transfer of an Industrial Facilities Exemption Certificate considered together with the aggregate amount of certificates previously granted and currently in force under Act No. 198 of the Public Acts of 1974 and Act No. 255 of the Public Acts of 1978, shall not have the effect of substantially impeding the operation of the City of Norton Shores, or impairing the financial soundness of a taxing unit which levies ad valorem taxes in the City of Norton Shores.
2. WHEREAS, the aggregate SEV of real property exempt from ad valorem taxes within the City of Norton Shores, after granting this certificate, will exceed 5% of an amount equal to the sum of personal and real property thus exempted;
3. The application of Air Masters Systems Corp. for transfer of Industrial Facilities Exemption Certificate #2012-387 for the remaining years approved with an end date of December 30, 2024 is hereby approved.
4. The Mayor and Clerk are hereby authorized to execute a written agreement with the applicant relative to the terms and conditions contained within the Industrial Facilities Exemption Certificate.

At a regular meeting of the City Council of the City of Norton Shores, held at the Norton Shores Branch Library, 705 Seminole Road, on the 15th day of October 2019 the foregoing resolution was moved for adoption by Council Member . The motion was supported by Council Member .

Ayes:

Nays:

Resolution declared adopted/denied.

Shelly Stibitz, City Clerk

RESOLUTION

WHEREAS, pursuant to P.A. 198 of 1974, M.C.L. 207.551 et seq., after a duly noticed public hearing the City Council of the City of Norton Shores by resolution established 6274 Norton Center Drive as an Industrial Development District; and

WHEREAS, Air Masters Systems Corp. has filed an application to transfer Industrial Facilities Exemption Certificate #2014-311 with respect to real property within the Industrial Development District; and

WHEREAS, before acting on said application, the City of Norton Shores held a hearing on October 15, 2019 at 5:30 p.m. at which hearing the applicant, the Assessor and a representative of the affected taxing units were given written notice and were afforded an opportunity to be heard on said application, and

WHEREAS, the facility is calculated to and will at the time of transfer of the certificate have the reasonable likelihood to retain, create or prevent the loss of employment in the City of Norton Shores, and

NOW, THEREFORE, BE IT RESOLVED by the Norton Shores City Council that:

1. The Norton Shores City Council finds and determines that granting of the transfer of an Industrial Facilities Exemption Certificate considered together with the aggregate amount of certificates previously granted and currently in force under Act No. 198 of the Public Acts of 1974 and Act No. 255 of the Public Acts of 1978, shall not have the effect of substantially impeding the operation of the City of Norton Shores, or impairing the financial soundness of a taxing unit which levies ad valorem taxes in the City of Norton Shores.
2. WHEREAS, the aggregate SEV of real property exempt from ad valorem taxes within the City of Norton Shores, after granting this certificate, will exceed 5% of an amount equal to the sum of personal and real property thus exempted;
3. The application of Air Masters Systems Corp. for transfer of Industrial Facilities Exemption Certificate #2014-311 for the remaining years approved with an end date of December 30, 2026 is hereby approved.
4. The Mayor and Clerk are hereby authorized to execute a written agreement with the applicant relative to the terms and conditions contained within the Industrial Facilities Exemption Certificate.

At a regular meeting of the City Council of the City of Norton Shores, held at the Norton Shores Branch Library, 705 Seminole Road, on the 15th day of October 2019 the foregoing resolution was moved for adoption by Council Member . The motion was supported by Council Member .

Ayes:

Nays:

Resolution declared adopted/denied.

Shelly Stibitz, City Clerk

Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of Public Act 198 of 1974, as amended. Filing is mandatory.

INSTRUCTIONS: File the original and one copy of this form and the required attachments (two complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires one complete set (one original). One copy is retained by the clerk. If you have any questions regarding the completion of this form, call 517-335-7460.

To be completed by Clerk of Local Government Unit	
Signature of Clerk <i>Sherry Stibitz</i>	Date Received by Local Unit <i>10/01/2019</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) Air Master Systems Corp	▶ 1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (4 or 6 Digit Code) 337127 NAICS	
▶ 1c. Facility Address (City, State, ZIP Code) (real and/or personal property location) 6274 Norton Center Dr, Norton Shores, MI 49441	▶ 1d. City/Township/Village (indicate which) Norton Shores	▶ 1e. County Muskegon
▶ 2. Type of Approval Requested <input type="checkbox"/> New (Sec. 2(5)) <input checked="" type="checkbox"/> Transfer <i>2012-387</i> <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Rehabilitation (Sec. 3(6)) <input type="checkbox"/> Research and Development (Sec. 2(10)) <input type="checkbox"/> Increase/Amendment	▶ 3a. School District where facility is located Mona Shores <i>Grand Haven</i>	▶ 3b. School Code <i>61060 70010</i>
▶ 4. Amount of years requested for exemption (1-12 Years) 5 Years		

5. Per section 5, the application shall contain or be accompanied by a general description of the facility and a general description of the proposed use of the facility, the general nature and extent of the restoration, replacement, or construction to be undertaken, a descriptive list of the equipment that will be part of the facility. Attach additional page(s) if more room is needed.

Facility is approx 32,680 sq ft of industrial manufacturing space located in the City of Norton Shores, Norton Industrial Center No.1 Lot 2. The facility will be used for manufacturing of Laboratory style furniture and fume hoods. Equipment that will be part of the facility include steel cutting lasers, automatic and manual style press brakes, powder coat paint line and waste management, supporting manufacturing information systems, and engineering/project management IT and office equipment.

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.	▶ <u>100,000 from original filing</u> 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	▶ _____ Personal Property Costs
6c. Total Project Costs * Round Costs to Nearest Dollar	▶ <u>100,000 from original filing</u> 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)	
Real Property Improvements ▶ <u>12/13/12 original</u>	<u>12/13/12 original</u>	▶ <input type="checkbox"/> Owned <input checked="" type="checkbox"/> Leased
Personal Property Improvements ▶ _____	_____	▶ <input 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. No. of existing jobs at this facility that will be retained as a result of this project. Transferring certificate 2012-387	▶ 10. No. of new jobs at this facility expected to create within 2 years of completion. 12 headcount post transfer
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11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of SEV for the entire plant rehabilitation district and obsolescence statement for property. The Taxable Value (TV) data below must be as of December 31 of the year prior to the rehabilitation.

a. TV of Real Property (excluding land) _____

b. TV of Personal Property (excluding inventory) _____

c. Total TV _____

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

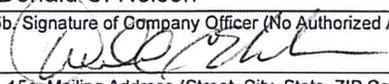
Industrial Development District Plant Rehabilitation District

▶ 12b. Date district was established by local government unit (contact local unit) April 5, 1977	▶ 12c. Is this application for a speculative building (Sec. 3(8))? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
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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 Matthew Bastic	13b. Telephone Number 616-798-1111	13c. Fax Number 231-798-4000	13d. E-mail Address Matt@AirMasterSystems.com
14a. Name of Contact Person Matthew Bastic	14b. Telephone Number 616-798-1111	14c. Fax Number 231-798-4000	14d. E-mail Address Matt@AirMasterSystems.com
▶ 15a. Name of Company Officer (No Authorized Agents) Donald C. Nelson			
15b. Signature of Company Officer (No Authorized Agents) 		15c. Fax Number 231-798-4000	15d. Date 9-27-19
▶ 15e. Mailing Address (Street, City, State, ZIP Code) 6480 Norton Center Dr., Muskegon, MI 49441		15f. Telephone Number 231-798-1111	15g. E-mail Address Don@AirMasterSystems.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 _____ Yrs Real (1-12), _____ Yrs Pers (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.	
16c. School Code	
17. Name of Local Government Body	▶ 18. Date of Resolution Approving/Denying this Application

Attached hereto is an original 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, and that any leases show sufficient tax liability.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Telephone 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 of the completed application and all required attachments to:

**Michigan Department of Treasury
State Tax Commission
PO Box 30471
Lansing, MI 48909**

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

STC USE ONLY				
▶ LUCI Code	▶ Begin Date Real	▶ Begin Date Personal	▶ End Date Real	▶ End Date Personal



City of Norton Shores
4814 Henry Street
Norton Shores MI 49441

RE: Act 198 and/or 328 Agreement with the City of Norton Shores

Air Master Systems, Corp. (Company) hereby submits application to the City of Norton Shores (City) for the granting of:

- Industrial Facilities Exemption Certificate (IFE) pursuant to P.A. 198
 Exemption of New Personal Property pursuant to P.A. 328

To encourage the granting of the tax abatement and in recognition of the investment the City will be making toward the economic growth of the Company and thus the community, I hereby agree on behalf of the Company:

1. The attached information sheet is an integral part of this agreement and outlines the investment the Company intends to make.
2. The Company shall provide a letter to the City no later than January 10th following the second year after the issuance of the abatement certifying:
 - a. Number of jobs created or retained
 - b. Actual cost for both real and personal property acquisitions
 - c. If the number of jobs created or total project cost differ from that described in the information sheet, a disclosure explaining the variance is required.
3. The Company will recertify the current employment information outlined above every year through the expiration of the abatement.
4. The Company understands that if employment has not been retained or reached, or the expansion or improvement was not substantially completed as described in the application and information sheet, the City has the right to reduce the term or revoke the tax abatement.
5. The Company understands that if real and personal property taxes are not paid and do not remain current, the City has the right to reduce the term or revoke the tax abatement.
6. If the applicant appeals its assessment of property, the City reserves the right to revoke any Act 198 or Act 328 tax abatements currently in place and will require the applicant to pay the affected taxing units an amount equal to those taxes that would have been paid had the abatement not been in effect. Also, the City shall consider an applicant's history related to tax appeals when it considers future tax abatement requests.

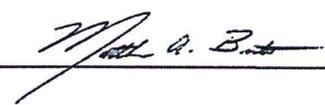
7. The applicant shall remain with the local unit during the period of time for which the abatement has been approved and, if the applicant relocates, substantially reduces employment and/or operations, or closes the facility, the applicant shall pay to the affected taxing units an amount equal to those taxes it would have paid had the abatement not been in effect.

By the signatures below, representatives of both the Company and City acknowledge their responsibilities towards the successful completion of the project. It is understood certain economic conditions may delay or even prohibit the maintenance of the Company's goals. Prior to any City action concerning the reduction or revocation of a tax abatement, or recapture of abated taxes, the Company will have the right to a public hearing before the City Council; and, further

In accordance with STC Bulletin No. 3 dated January 16, 1998, we do hereby affirm that no payment of any kind in excess of the fee allowed by Act 198 and/or 328, as amended, has been made or promised in exchange for favorable consideration of an exemption certificate.

Company Name: Air Master Systems, Corp.
Company Address: 6480 Norton Center Dr.
Muskegon, MI 49441

WITNESS:

 by: Matthew Bastic Date: 9/20/19
Title: VP of Finance, Company Air Master Systems, Corp.

WITNESS:

_____ by: _____ Date: _____
Gary L. Nelund
Mayor, City of Norton Shores

WITNESS:

_____ by: _____ Date: _____
Shelly Stibitz
City Clerk, City of Norton Shores

5. Number of years requested for tax exemption: 5 Years

How will the number of years benefit the company? Long term investment in manufacturing technology, skills training, and growth. Eventual expansion into other areas of the lab beyond casework and fume hoods.

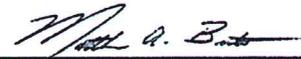
6. Does the company have past or pending appeals of real or personal property assessments with the Michigan Tax Tribunal or the State Tax Commission? (See paragraph 8 of the City of Norton Shores Tax Abatement Policy.)

Yes _____ No X

7. Long-range plans for the company: Grow to be recognized as one of the top 3 largest Lab Furniture manufacturers in North America.

8. Any additional information you feel may be helpful in processing your application for City Council consideration:

9. Any other areas in which the City may assist your company:

By 

Title VP of Finance

Date 9/20/19



Industrial Facilities Exemption Certificate

New Certificate No. 2012-387

Pursuant to the provisions of Public Act 198 of 1974, as amended, the State Tax Commission hereby finds that the industrial property, as described in the approved application, hereafter referred to as the industrial facility, owned or leased by Lakeside Surfaces, Inc., and located at 6274 Norton Center Drive, City of Norton Shores, County of Muskegon, Michigan, within a Plant Rehabilitation or Industrial Development District, is intended for the construction or installation of new industrial property, and complies with Section 9 and other provisions of the act.

Therefore, as provided by MCL 207.551 to 207.572, inclusive, the State Tax Commission hereby certifies the industrial facility as a new industrial facility.

This certificate provides the authority for the assessor to exempt the industrial facility for which this Industrial Facilities Exemption Certificate is in effect, but not the land on which the facility is located, from ad valorem taxation. This certificate further provides the authority to levy a specific tax known as the Industrial Facilities Tax.

This certificate, unless revoked by order of the State Tax Commission as provided by Public Act 198 of 1974, as amended, shall remain in force for a period of 12 year(s) for real property and 12 year(s) for personal property;

Real property component:

Beginning December 31, 2012, and ending December 30, 2024.

The State Education Tax to be levied for the real property component of this certificate is 6 mills.

Personal property component:

Beginning December 31, 2012, and ending December 30, 2024.

The State Education Tax to be levied for the personal property component of this certificate is 6 mills, unless exempted by MCL 207.564(4) which was enacted with the creation of the Michigan Business Tax.*

This Industrial Facilities Exemption Certificate is issued on December 13, 2012.

A TRUE COPY
ATTEST:


Heather S. Burris
Michigan Department of Treasury



Douglas B. Roberts, Chairperson
State Tax Commission

*Contact the local assessor for further clarification regarding the classification and tax applied to the personal property component of this certificate.



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

ANDY DILLON
STATE TREASURER

January 28, 2012

RECEIVED

FEB 04 2013

by Muskegon County

Robert D. Riegler
Lakeside Surfaces, Inc.
6274 Norton Center Drive
Norton Shores, MI 49441

Dear Sir/Madam:

Pursuant to the requirements of Public Act 198 of 1974, as amended, the State Tax Commission (Commission) has issued an Industrial Facility Exemption Certificate numbered 2012-387, to Lakeside Surfaces, Inc., located in the City of Norton Shores, Muskegon County. This certificate was issued at the December 13, 2012 meeting of the Commission and the investment amounts approved are as follows:

Real Property: \$100,000

Personal Property: \$1,153,448

The State Education Tax to be levied for this certificate is 6 mills.

In accordance with MCL 24.304, the local unit of government or applicant has sixty days from the date of this letter to request a hearing to correct an error contained in the enclosed certificate.

Notification of completion of this project shall be filed with the Commission within 30 days of project completion. Within 90 days of project completion, a report of final costs shall be filed with the assessing officer of the local unit and the Commission.

If you have further questions regarding the issuance of this industrial facility exemption certificate, please call 517-373-2408.

Sincerely,

Kelli Sobel, Executive Secretary
State Tax Commission

Enclosure

cc: Donna B. Vandervries, Assessor, City of Norton Shores

RESOLUTION

WHEREAS, pursuant to P.A. 198 of 1974, M.C.L. 207.551 et seq., after a duly noticed public hearing the City Council of the City of Norton Shores by resolution established 6274 Norton Center Drive as an Industrial Development District; and

WHEREAS, Lakeside Surfaces, Inc. has filed an application for Industrial Facilities Exemption Certificate with respect to property within the Industrial Development District; and

WHEREAS, before acting on said application, the City of Norton Shores held a hearing on October 16, 2012 at 7:00 p.m. at which hearing the applicant, the Assessor and a representative of the affected taxing units were given written notice and were afforded an opportunity to be heard on said application, and

WHEREAS, the facility and equipment is calculated to and will at the time of issuance of the certificate have the reasonable likelihood to retain, create or prevent the loss of employment in the City of Norton Shores, and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Norton Shores that:

1. The City Council finds and determines that approval of the Industrial Facilities Exemption Certificate considered together with the aggregate amount of certificates previously granted and currently in force under Act No. 198 of the Public Acts of 1974 and Act No. 255 of the Public Acts of 1978, shall not have the effect of substantially impeding the operation of the City of Norton Shores, or impairing the financial soundness of a taxing unit which levies ad valorem taxes in the City of Norton Shores.
2. WHEREAS, the aggregate SEV of real and personal property exempt from ad valorem taxes within the City of Norton Shores, after granting this certificate, will exceed 5% of an amount equal to the sum of personal and real property thus exempted;
3. The application of Lakeside Surfaces, Inc. for Industrial Facilities Exemption Certificate is hereby approved.
4. The Industrial Facilities Exemption Certificate when issued shall be and remain in force and effect for a period of 12 years.
5. The Mayor and Clerk are hereby authorized to execute a written agreement with the owner of the property relative to the terms and conditions contained within the Industrial Facilities Exemption Certificate.

At a regular meeting of the City Council of the City of Norton Shores, held at the Norton Shores Branch Library, 705 Seminole Road, on the 16th day of October 2012 the foregoing resolution was moved for adoption by Council Member Dolack. The motion was supported by Council Member Beecham.

Ayes: Mayor Nelund, Council Members Beecham, Dolack, Jurkas, Kinney, Martines, Ostrom, Rood and Wiersma

Nays: None

Resolution declared adopted.


Lynne A. Fuller, City Clerk

Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of Public Act 198 of 1974, as amended. Filing is mandatory.

INSTRUCTIONS: File the original and one copy of this form and the required attachments (two complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires one complete set (one original). One copy is retained by the clerk. If you have any questions regarding the completion of this form, call 517-335-7460.

To be completed by Clerk of Local Government Unit	
Signature of Clerk <i>Sherry Stebbins</i>	Date Received by Local Unit <i>10/01/2019</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) Air Master Systems Corp		1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (4 or 6 Digit Code) 337127 NAICS	
1c. Facility Address (City, State, ZIP Code) (real and/or personal property location) 6274 Norton Center Dr, Norton Shores, MI 49441		1d. City/Township/Village (indicate which) Norton Shores	1e. County Muskegon
2. Type of Approval Requested <input type="checkbox"/> New (Sec. 2(5)) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Research and Development (Sec. 2(10))		3a. School District where facility is located Mona Shores Grand Haven 61060 70010	
<input checked="" type="checkbox"/> 2014-311 Transfer <input type="checkbox"/> Rehabilitation (Sec. 3(6)) <input type="checkbox"/> Increase/Amendment		4. Amount of years requested for exemption (1-12 Years) 7 Years	

5. Per section 5, the application shall contain or be accompanied by a general description of the facility and a general description of the proposed use of the facility, the general nature and extent of the restoration, replacement, or construction to be undertaken, a descriptive list of the equipment that will be part of the facility. Attach additional page(s) if more room is needed.

Facility is approx 32,680 sq ft of industrial manufacturing space located in the City of Norton Shores, Norton Industrial Center No.1 Lot 2. The facility will be used for manufacturing of Laboratory style furniture and fume hoods. Equipment that will be part of the facility include steel cutting lasers, automatic and manual style press brakes, powder coat paint line and waste management, supporting manufacturing information systems, and engineering/project management IT and office equipment.

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.	▶ <u>1,189,794 from original filing</u> 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	▶ _____ Personal Property Costs
6c. Total Project Costs * Round Costs to Nearest Dollar	▶ <u>1,189,794 from original filing</u> 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)		
Real Property Improvements	▶ <u>12/16/2014 original</u>	<u>12/16/2014 original</u>	▶ <input type="checkbox"/> Owned	<input checked="" type="checkbox"/> Leased
Personal Property Improvements	▶ _____	_____	▶ <input 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. No. of existing jobs at this facility that will be retained as a result of this project. Transferring certificate 2014-311

10. No. of new jobs at this facility expected to create within 2 years of completion. 12 headcount post transfer

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

a. TV of Real Property (excluding land) _____

b. TV of Personal Property (excluding inventory) _____

c. Total TV _____

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

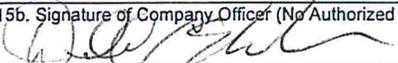
12b. Date district was established by local government unit (contact local unit)
April 5, 1977

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 Matthew Bastic	13b. Telephone Number 616-798-1111	13c. Fax Number 231-798-4000	13d. E-mail Address Matt@AirMasterSystems.com
14a. Name of Contact Person Matthew Bastic	14b. Telephone Number 616-798-1111	14c. Fax Number 231-798-4000	14d. E-mail Address Matt@AirMasterSystems.com
▶ 15a. Name of Company Officer (No Authorized Agents) Donald C. Nelson			
15b. Signature of Company Officer (No Authorized Agents) 		15c. Fax Number 231-798-4000	15d. Date 9-27-19
▶ 15e. Mailing Address (Street, City, State, ZIP Code) 6480 Norton Center Dr., Muskegon, MI 49441		15f. Telephone Number 231-798-1111	15g. E-mail Address Don@AirMasterSystems.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 _____ Yrs Real (1-12), _____ Yrs Pers (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.			
16c. School Code			
17. Name of Local Government Body		▶ 18. Date of Resolution Approving/Denying this Application	

Attached hereto is an original 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, and that any leases show sufficient tax liability.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Telephone 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 of the completed application and all required attachments to:

**Michigan Department of Treasury
State Tax Commission
PO Box 30471
Lansing, MI 48909**

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

STC USE ONLY				
▶ LUCI Code	▶ Begin Date Real	▶ Begin Date Personal	▶ End Date Real	▶ End Date Personal



City of Norton Shores
4814 Henry Street
Norton Shores MI 49441

RE: Act 198 and/or 328 Agreement with the City of Norton Shores

Air Master Systems, Corp. (Company) hereby submits application to the City of Norton Shores (City) for the granting of:

- Industrial Facilities Exemption Certificate (IFE) pursuant to P.A. 198
- Exemption of New Personal Property pursuant to P.A. 328

To encourage the granting of the tax abatement and in recognition of the investment the City will be making toward the economic growth of the Company and thus the community, I hereby agree on behalf of the Company:

1. The attached information sheet is an integral part of this agreement and outlines the investment the Company intends to make.
2. The Company shall provide a letter to the City no later than January 10th following the second year after the issuance of the abatement certifying:
 - a. Number of jobs created or retained
 - b. Actual cost for both real and personal property acquisitions
 - c. If the number of jobs created or total project cost differ from that described in the information sheet, a disclosure explaining the variance is required.
3. The Company will recertify the current employment information outlined above every year through the expiration of the abatement.
4. The Company understands that if employment has not been retained or reached, or the expansion or improvement was not substantially completed as described in the application and information sheet, the City has the right to reduce the term or revoke the tax abatement.
5. The Company understands that if real and personal property taxes are not paid and do not remain current, the City has the right to reduce the term or revoke the tax abatement.
6. If the applicant appeals its assessment of property, the City reserves the right to revoke any Act 198 or Act 328 tax abatements currently in place and will require the applicant to pay the affected taxing units an amount equal to those taxes that would have been paid had the abatement not been in effect. Also, the City shall consider an applicant's history related to tax appeals when it considers future tax abatement requests.

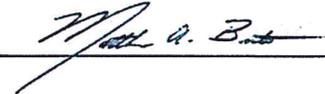
7. The applicant shall remain with the local unit during the period of time for which the abatement has been approved and, if the applicant relocates, substantially reduces employment and/or operations, or closes the facility, the applicant shall pay to the affected taxing units an amount equal to those taxes it would have paid had the abatement not been in effect.

By the signatures below, representatives of both the Company and City acknowledge their responsibilities towards the successful completion of the project. It is understood certain economic conditions may delay or even prohibit the maintenance of the Company's goals. Prior to any City action concerning the reduction or revocation of a tax abatement, or recapture of abated taxes, the Company will have the right to a public hearing before the City Council; and, further

In accordance with STC Bulletin No. 3 dated January 16, 1998, we do hereby affirm that no payment of any kind in excess of the fee allowed by Act 198 and/or 328, as amended, has been made or promised in exchange for favorable consideration of an exemption certificate.

Company Name: Air Master Systems, Corp.
Company Address: 6480 Norton Center Dr.
Muskegon, MI 49441

WITNESS:


_____ by: Matthew Bastic Date: 9/20/19
Title: VP of Finance, Company Air Master Systems, Corp.

WITNESS:

_____ by: _____ Date: _____
Gary L. Nelund
Mayor, City of Norton Shores

WITNESS:

_____ by: _____ Date: _____
Shelly Stibitz
City Clerk, City of Norton Shores



INDUSTRIAL FACILITIES EXEMPTION CERTIFICATE
INFORMATION SHEET

Air Master Systems, Corp.

6480 Norton Center Dr., Muskegon, MI 49441

(Applicant)

(Address)

In order to properly process your application for an Industrial Facilities Exemption Certificate, the following information is requested:

1. The nature of the business and any special or unique properties of the company:

Science Lab Furniture and Fume Hood Manufacturing

2. Number of years the firm has been in the community:

25 Years

Number of years the firm has been in business:

45 Years

3. Number of Employees: Current After Expansion

Full-time

93

105

Part-time

Called back
from layoff

4. Value of Expansion or Improvement:

Land Improvement: _____

Building Improvements: 1,189,794

Machinery and Equipment: _____

Furniture and Fixtures: _____

5. Number of years requested for tax exemption: 7 Years

How will the number of years benefit the company? Long term investment in manufacturing technology, skills training, and growth. Eventual expansion into other areas of the lab beyond casework and fume hoods.

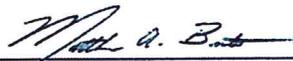
6. Does the company have past or pending appeals of real or personal property assessments with the Michigan Tax Tribunal or the State Tax Commission?
(See paragraph 8 of the City of Norton Shores Tax Abatement Policy.)

Yes _____ No X

7. Long-range plans for the company: Grow to be recognized as one of the top 3 largest Lab Furniture manufacturers in North America.

8. Any additional information you feel may be helpful in processing your application for City Council consideration:

9. Any other areas in which the City may assist your company:

By 

Title VP of Finance

Date 9/20/19



Industrial Facilities Exemption Certificate

New Certificate No. 2014-311

Pursuant to the provisions of Public Act 198 of 1974, as amended, the State Tax Commission hereby finds that the industrial property, as described in the approved application, hereafter referred to as the industrial facility, owned or leased by Lakeside Surfaces, Inc., and located at 6274 Norton Center Drive, City of Norton Shores, County of Muskegon, Michigan, within a Plant Rehabilitation or Industrial Development District, is intended for the construction or installation of new industrial property, and complies with Section 9 and other provisions of the act.

Therefore, as provided by MCL 207.551 to 207.572, inclusive, the State Tax Commission hereby certifies the industrial facility as a **new industrial facility**.

This certificate provides the authority for the assessor to exempt the industrial facility for which this Industrial Facilities Exemption Certificate is in effect, but not the land on which the facility is located, from ad valorem taxation. This certificate further provides the authority to levy a specific tax known as the Industrial Facilities Tax.

This certificate, unless revoked by order of the State Tax Commission as provided by Public Act 198 of 1974, as amended, shall remain in force for a period of 12 year(s) for real property and 12 year(s) for personal property;

Real property component:
Beginning December 31, 2014, and ending December 30, 2026.

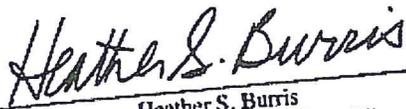
The State Education Tax to be levied for the real property component of this certificate is 6 mills.

Personal property component:
Beginning December 31, 2014, and ending December 30, 2026.

The State Education Tax to be levied for the personal property component of this certificate is 6 mills, unless exempted by MCL 207.564(4) which was enacted with the creation of the Michigan Business Tax.*

This Industrial Facilities Exemption Certificate is issued on December 16, 2014.

A TRUE COPY
ATTEST:



Heather S. Burris
Michigan Department of Treasury





Douglas B. Roberts, Chairperson
State Tax Commission

*Contact the local assessor for further clarification regarding the classification and tax applied to the personal property component of this certificate.



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

R. KEVIN CLINTON
STATE TREASURER

December 22, 2014

Robert D. Riegler
Lakeside Surfaces, Inc.
6274 Norton Center Drive
Norton Shores, MI 49441

Dear Sir/Madam:

Pursuant to the requirements of Public Act 198 of 1974, as amended, the State Tax Commission (Commission) has issued an Industrial Facility Exemption Certificate numbered 2014-311, to Lakeside Surfaces, Inc. located in City of Norton Shores, Muskegon County. This certificate was issued at the December 16, 2014 meeting of the Commission and the investment amounts approved are as follows:

Real Property: \$1,189,794

Personal Property: \$1,753,388

The State Education Tax to be levied for this certificate is 6 mills.

In accordance with MCL 24.304, the local unit of government or applicant has sixty days from the date of this letter to request a hearing to correct an error contained in the enclosed certificate.

Notification of completion of this project shall be filed with the Commission within 30 days of project completion. Within 90 days of project completion, a report of final costs shall be filed with the assessing officer of the local unit and the Commission.

If you have further questions regarding the issuance of this industrial facility exemption certificate, please call 517-373-3302.

Sincerely,

A handwritten signature in black ink that reads "Kelli Sobel".

Kelli Sobel, Executive Director
State Tax Commission

Enclosure

cc: Donna B. VanderVries, Assessor, City of Norton Shores

RESOLUTION

WHEREAS, pursuant to P.A. 198 of 1974, M.C.L. 207.551 et seq., after a duly noticed public hearing the City Council of the City of Norton Shores by resolution established 6274 Norton Center Drive as an Industrial Development District; and

WHEREAS, Lakeside Surfaces, Inc. has filed an application for Industrial Facilities Exemption Certificate with respect to property within the Industrial Development District; and

WHEREAS, before acting on said application, the City of Norton Shores held a hearing on October 16, 2012 at 7:00 p.m. at which hearing the applicant, the Assessor and a representative of the affected taxing units were given written notice and were afforded an opportunity to be heard on said application, and

WHEREAS, the facility and equipment is calculated to and will at the time of issuance of the certificate have the reasonable likelihood to retain, create or prevent the loss of employment in the City of Norton Shores, and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Norton Shores that:

1. The City Council finds and determines that approval of the Industrial Facilities Exemption Certificate considered together with the aggregate amount of certificates previously granted and currently in force under Act No. 198 of the Public Acts of 1974 and Act No. 255 of the Public Acts of 1978, shall not have the effect of substantially impeding the operation of the City of Norton Shores, or impairing the financial soundness of a taxing unit which levies ad valorem taxes in the City of Norton Shores.
2. WHEREAS, the aggregate SEV of real and personal property exempt from ad valorem taxes within the City of Norton Shores, after granting this certificate, will exceed 5% of an amount equal to the sum of personal and real property thus exempted;
3. The application of Lakeside Surfaces, Inc. for Industrial Facilities Exemption Certificate is hereby approved.
4. The Industrial Facilities Exemption Certificate when issued shall be and remain in force and effect for a period of 12 years.
5. The Mayor and Clerk are hereby authorized to execute a written agreement with the owner of the property relative to the terms and conditions contained within the Industrial Facilities Exemption Certificate.

At a regular meeting of the City Council of the City of Norton Shores, held at the Norton Shores Branch Library, 705 Seminole Road, on the 16th day of October 2012 the foregoing resolution was moved for adoption by Council Member Dolack. The motion was supported by Council Member Beecham.

Ayes: Mayor Nelund, Council Members Beecham, Dolack, Jurkas, Kinney, Martines, Ostrom, Rood and Wiersma

Nays: None

Resolution declared adopted.


Lynne A. Fuller, City Clerk