

COUNCIL COMMUNICATION

From: The Local Development Finance Authority

Subject: Termination of the Saginaw Industrial Center, Inc. Tax Increment Financing portion of the Local Development Finance Authority plan.

Local Development Finance Authority Recommendation:

It is recommended that City Council adopt the resolution to terminate the Saginaw Industrial Center, Inc. tax increment financing portion of the Local Development Authority Finance (LDFA) plan.

Justification:

Saginaw Industrial Center, Inc. and the LDFA were involved in bankruptcy litigation. On June 30, 2009, the Bankruptcy Court ordered the LDFA to turn over to the bankrupt estate funds in the amount of \$87,291.49. The LDFA Board voted to terminate the tax increment finance (TIF) portion of the Saginaw Industrial Center, Inc. LDFA plan because there is no person or entity to collect taxes from and there is no longer any activity at the facility.

Council Action:

Council _____ moved that this communication be received and filed.