

CHARTER TOWNSHIP OF PORTAGE BOARD OF TRUSTEES
Special Work Session to Review Meijer 425 with City of Houghton
September 17, 2018

The Charter Township of Portage held a Special Board of Trustees Work Session on Monday, September 17th, 2018 at the Portage Charter Township Hall.

Call to Order: The meeting was called to order by Bruce Peterson at 3:00PM

In attendance were Supervisor Bruce Peterson, Clerk Tressa Alvarado, Treasurer Betsy Smith and Trustees John Ollila, Bill Bingham, Peggy Anderson, and Bill Fink

Public Present:

Eric Waara – City of Houghton

Anne Newcombe

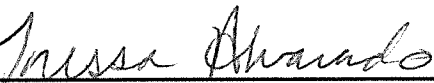
Review Proposed 425 Agreement with Eric Waara City Manager – Houghton: Meijer wants an agreement between the Township and the City before they start. Township will service the sewer, City of Houghton will service with Police, Fire, garbage, and Water. Property would be taxed at the City rate on the developed value and will give the Township the amount of taxes the township would have normally collected and the City will retain the difference. City will send the township the water meter reading and then the township will send the sewer bill. Waara will be adding a reverter clause in the case that the development cancels property will revert back to original jurisdictions, and then will send to Bruce to forward to the township attorney.

Public Comments: None

A motion was made by Ollila and seconded by Smith to adjourn at 4:00PM.

X 

Bruce Petersen
Supervisor

X 

Tressa Alvarado
Twp. Clerk

City of Houghton & Portage Township PA 425 Agreement Property Tax Calculations

	CITY PARCEL	TOWNSHIP PARCEL
PRESENT CONDITIONS UNDEVELOPED	Acres 14.46 Present Value* \$10 Tax Rate* 15% Taxes Collected \$1.50	7.85 \$5 Undeveloped value 3% each unit charges its millage amount to each unit individually \$0.15
PA 425 Agreement Approved		
FUTURE CONDITIONS PA425 AGM'T AND DEVELOPED	Developed Value* \$100 Tax Rate* 15% Taxes Collected \$15.00 Taxes to City \$15.00 Taxes to Township	\$50 Assessed value of each increased 15% City tax rate on both parcels \$7.50 collected by City (total) vs City retained per agreement - Water, Police, Fire \$6.00 \$1.50 3 mills on developed value per agreement

*Present/Developed property value and tax rate percentage for illustrative purposes only.

