

**INTERLOCAL**  
**AGREEMENT- OPTION C**

This Interlocal Agreement is made by and between the County of Alpena (hereinafter "County") and the City of Alpena (hereinafter "City").

Recitals

Whereas, the County and the City are local government units as defined in Section 2 of 1967 P.A. 7, Extra Session, known as the Urban Cooperation Act of 1967, MCL 124.501 *et seq.* (hereinafter "Act"); and

Whereas, pursuant to Section 5a of the Act, the County and the City may enter into an interlocal agreement for the sharing of all or a portion of revenue derived by and for the benefit of a local governmental unit entering into that agreement, which revenue results from the levy of general ad valorem property taxes or specific taxes levied in lieu of general ad valorem property taxes upon any property; and

Whereas, the City will adopt an expanded 2023 Development Plan and Tax Increment Financing Plan (the "Plan"). The Plan permits the Alpena Downtown Development Authority (DDA) to capture incremental tax revenues attributable to increases in values of the real and personal property located within the approved development district. A map of the approved development district is attached as Exhibit A; and

Whereas, it is anticipated that the enhancement of values in the district, and the values of nearby properties, will indirectly benefit all local governmental units, including the County, both during and after the completion of the Plan, and

Whereas, the County "opted out" of the Plan, but agrees to participate as detailed herein, as authorized by Section 5a of the Act.

Terms

1. The Plan shall remain active for thirty (30) years, beginning in 2023 and ending on December 31, 2053.
2. During the period of the Plan, the County shall contribute according to the table laid out in Exhibit B.
3. Funds shall be used for activities as outlined in the 2023 Downtown Development & Tax Increment Financing Plan with the purpose to:
  - Correct and prevent deterioration within business districts
  - To promote economic growth and revitalization
  - To encourage commercial revitalization and historic preservation

4. The County Commissioners may choose to appoint a representative to serve on a Committee of the DDA.

#### Review of Agreement

5. This agreement may be terminated or rescinded by a referendum of the residents of either the County or the City not more than 45 days after the approval of the agreement by the governing body.
6. At year ten (10), if the taxable value of the expanded DDA district (as shown in blue in Exhibit A) has not increased to the amount laid out in the TIF Forecast for year ten (10) (reflecting an forecasted 2% increase in value each year), the County re-evaluate its contribution for the proceeding ten (10) years.
7. At year twenty (20), if the taxable value of the expanded DDA district (as shown in blue Exhibit A) has not increased to the amount laid out in the TIF Forecast for year twenty (20) (reflecting a forecasted 2% increase in value each year), the County may re-evaluate its contribution for the proceeding ten (10) years.

Signed:

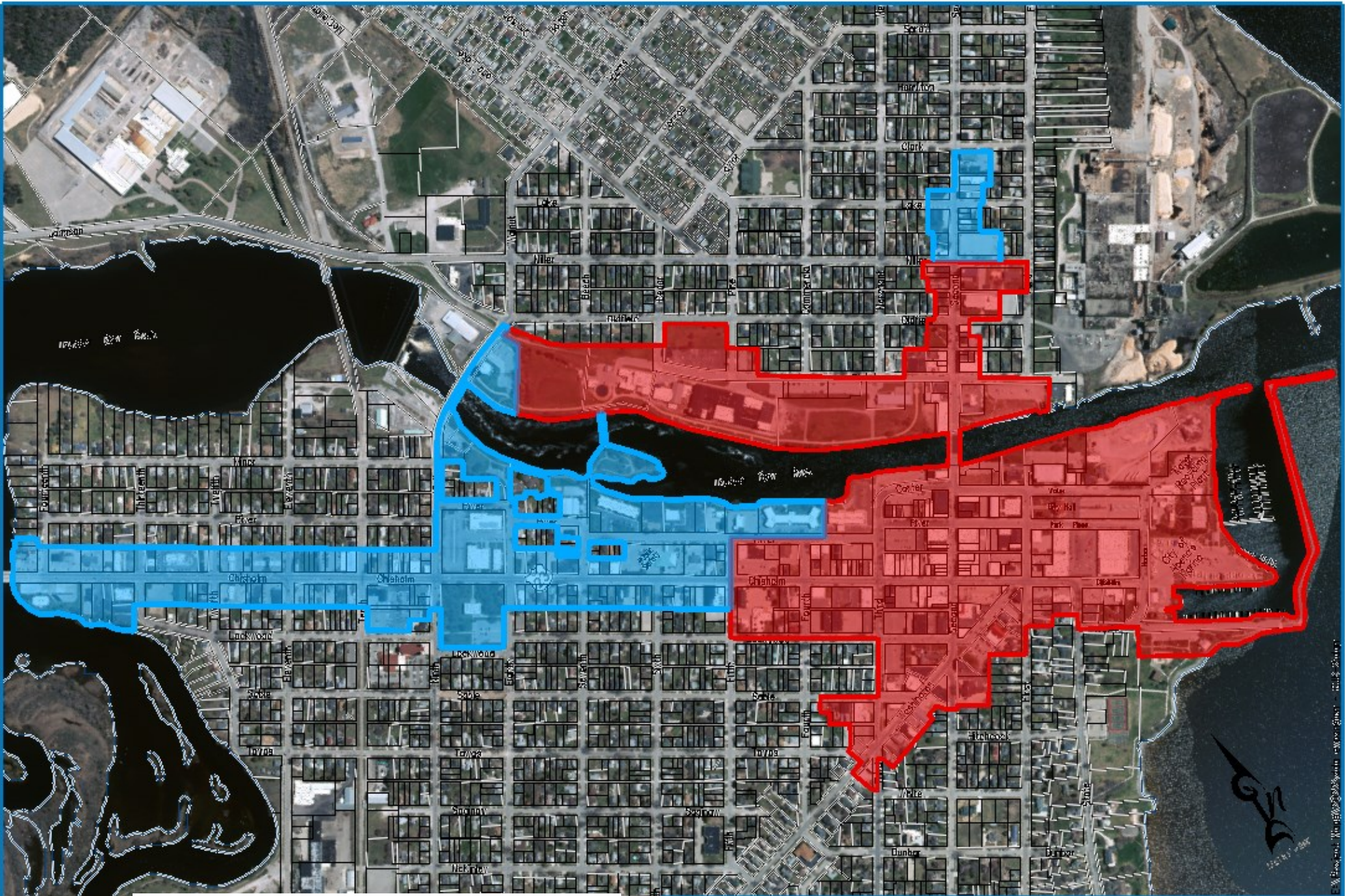
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Alpena County

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City of Alpena





## Exhibit A

Red = existing DDA district

Blue= proposed parcels to add to DDA

DDA Boundary Map  
Proposed Expansion Area





Exhibit B

<b>Year</b>	<b>County Contribution- Option A</b>	<b>Country Contribution- Option B</b>
1	\$105,833	\$129,166
2	\$105,833	\$129,166
3	\$5,833	\$4,166
4	\$5,833	\$4,166
5	\$5,833	\$4,166
6	\$5,833	\$4,166
7	\$5,833	\$4,166
8	\$5,833	\$4,166
9	\$5,833	\$4,166
10	\$5,833	\$4,166
11	\$5,833	\$4,166
12	\$5,833	\$4,166
13	\$5,833	\$4,166
14	\$5,833	\$4,166
15	\$5,833	\$4,166
16	\$5,833	\$4,166
17	\$5,833	\$4,166
18	\$5,833	\$4,166
19	\$5,833	\$4,166
20	\$5,833	\$4,166
21	\$5,833	\$4,166
22	\$5,833	\$4,166
23	\$5,833	\$4,166
24	\$5,833	\$4,166
25	\$5,833	\$4,166
26	\$5,833	\$4,166
27	\$5,833	\$4,166
28	\$5,833	\$4,166
29	\$5,833	\$4,166
30	\$5,833	\$4,166
<b>TOTAL</b>	<b>\$374,990</b>	<b>\$374,980</b>