April 12, 2013

Ann Arbor City Council P.O. Box 8647 Ann Arbor, MI 48107

Dear Mayor Hieftje and members of the Ann Arbor City Council:

We write to oppose the proposed ordinance amendment before the Ann Arbor City Council pertaining to the City's Downtown Development Authority (DDA). There are many important issues brought forth within this ordinance, but paramount is the proposed change to the current Ordinance procedure for calculating potential rebates of higher than anticipated Tax Increment Financing (TIF) revenues back to taxing units, which the DDA calculates using its judgment within the standards set by the Ordinance.

We believe the DDA has done and continues to do good and important work for Ann Arbor's downtown, benefitting all of Ann Arbor. The fact that higher than expected TIF revenues make it possible to rebate additional funds to the taxing units is a testament to the DDA's fine execution of the approved 30 Year Development Plan and Tax Increment Financing Plan, which Council adopted in 2003. The 30 Year Plan, and the Ordinance adopting it in 2003, provide adequate guidance for the DDA's use of TIF funds, and provide for appropriate transparency and Council oversight of DDA activities and accounting.

In short, the DDA is working as intended, benefiting the downtown and the community at large, within the authority and guidance set by Council in 2003, and we do not believe there is a demonstrated public need to amend the City's DDA ordinance. As we begin the second decade of the approved 30 year plan, we look forward to supporting both the DDA in accomplishing its authorized mission, and the City in performing its appropriate oversight activities.

Sincerely,

6.00e

Diane Keller President & CEO A2Y Regional Chamber

Tom Heywood President State Street Area Association

ACAURA

Frances Todoro-Hargreaves Business Manager State Street Area Association

Ray Detter Chair Downtown Citizens Advisory Council (Margarey Ladd

Maggie Ladd President South University Area Association

Jim Balmer President Dawn Farms

Maura Thomson President Main Street Area Association

Karen Ehrheart Farmer Manager Kerrytown Market & Shops Board Member Kerrytown District Association