City of Detroit

Janice M. Winfrey City Clerk

OFFICE OF THE CITY CLERK

Andre P. Gilbert II
Deputy City Clerk

DEPARTMENT PETITION REFERENCE COMMUNICATION

To: The Department or Commission Listed Below

From: Janice M Winfrey, Detroit City Clerk

The following petition is herewith referred to you for report and recommendation to the City Council.

In accordance with that body's directive, kindly return the same with your report in duplicate within four (4) weeks.

Petition No.

2025-014 (Certificate)

Name of Petitioner

Baobab Fare RE LLC

Description of Petition

Petition request for the Establishment of a Commercial Facilities

Exemption Certificate at 16900 E. Warren Ave.

Type of Petition

Tax Abatement for a Commercial Facilities Exemption

Certificate

Submission Date

03/27/2025

Concerned Departments

Finance Department, Planning and Development Department,

Housing and Revitalization Department, Legislative Policy

Division, City Planning Commission

Petitioner Contact

Mamba Hamissi

6568 Woodward Ave, Suite 100

Detroit, MI 48202 P: (313) 266-5199

mamba@baobabfare.com

STATE USE ONLY					
Application Number	Date Received	LUCI Code			

Application for Commercial Facilities Exemption Certificate Issued under authority of Public Act 255 of 1978, as amended.

Read the instructions page before completing the application. This application must be filed after a Commercial Redevelopment District is

established. The original application and required documents are filed wi		nit (LGU).	mont biothot io		
PART 1: OWNER / APPLICANT INFORMATION (applica	ant must complete all fields)				
Applicant (Company) Name		NAICS or SIC			
Baobab Fare RE LLC	-		722511		
Facility's Street Address 16900 E. Warren Ave.	City	State	ZIP Code		
Name of City, Township or Village (taxing authority)	Detroit County	MI Sabad District	48224		
Detroit	County	School District Where Facility is Located			
X City Township Village	Wayne	Detroit Public Schools			
Date of Rehabilitation Commencement (mm/dd/yyyy) 06/15/2025 Planned Date of Rehabilitation Completion (mm/dd/yyyy) 06/15/2027					
Estimated Cost of Rehabilitation	Number of Years Exemption Requested (1-12)				
\$1,628,007	12				
Expected Project Outcomes (check all that apply)	20				
Increase Commercial Activity Retain Employment Retain Employment					
Create Employment Prevent Loss of Employment Increase Number of Residents in Facility's Community					
No. of perm. jobs to be created due to facility's rehab. No. of perm. jobs to be retained due to facility's rehab. No. of perm. jobs to be retained due to facility's rehab. Number of construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction jobs to be created during rehabilitation of the construction of the co					
Each year, the State Treasurer may approve 25 additional reductions of h	alf the state education tax for a period no	t to exceed si	x years.		
Check this box if you wish to be considered for this exclusion.					
PART 2: APPLICATION DOCUMENTS					
Prepare and attach the following items:					
General description of the facility (year built, original use, most recent use, number of stories, square footage) Descriptive list of the fixed building equipment that will be a part of the facility					
General description of the facility's proposed use Time schedule for undertaking and completing the facility's restoration, replacement or construction					
General description of the nature and extent of the restoration, replacement, or construction to be undertaken Statement of the economic advantages expected from receiving the exemption					
Legal description of the facility					
PART 3: APPLICANT CERTIFICATION					
Name of Authorized Company Officer (no authorized agents) Telephone Number					
Mamba Hamissi	(313) 266-5199				
Fax Number	E-mail Address mamba@baobabfare.com				
Mailing Address	City	State	ZIP Code		
6568 Woodward Ave., Suite 100	Detroit	MI	48202		
I certify that, to the best of my knowledge, the information contained herein and in the attachments is truly descriptive of the property for which this application is being submitted. Further, I am familiar with the provisions of Public Act 255 of 1978, as amended, and to the best of my knowledge the company 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 governmental unit and the issuance of a Commercial Facilities Exemption Certificate by the State Tax Commission.					
I further certify that this application relates to a program, when completed, will constitute a facility, as defined by Public Act 255 of 1978, as amended.					
Signature of Authorized Company Officer (no authorized agents)	Title	03/1	3/2025		
*					

PART 4: LGU ASSESSOR CERTIFICATION						
Provide the Taxable Value and State Equalized Value of the Commercial Property.						
	Taxable Value (excluding land) State Equ			ualized Value (SEV) (excluding land)		
Building						
The property to be covered by this exemption may not be included on any other specific tax roll while receiving the Commercial Facilities Exemption. For example, property on the Eligible Tax Reverted Property (Land Bank) specific tax roll cannot be granted a Commercial Facilities Exemption that would also put the same property on the Commercial Facilities specific tax roll. By checking this box I certify that, if approved, the property to be covered by this exemption will be on the Commercial Facilities Exemption specific tax roll and not on any other specific tax roll.						
Name of Assessor (first and last name) Telephone Number						
Fax Number	E-mail Address					
Mailing Address	City		State	ZIP Code		
I certify that, to the best of my knowledge, the information contained in Part 4 of this application is complete and accurate.						
Assessor's Signature				Date		
PART 5: LGU ACTION / CERTIFICATION (LGU Clerk must complete Part 5)						
Action Taken By LGU: Exemption approved for years, ending December 30, (not to exceed 12 years) Exemption Denied						
Date District Established (attach resolution for district) Local Unit Classification Identification (LUCI) Code School Code						
Name of Clerk (first and last name)	Telephone Number					
Fax Number		E-mail Address		=======================================		
Mailing Address		City		State	ZIP Code	
LGU Contact Person for Additional Information LGU Contact Person Telephone Number				Fax Number		
I certify that, to the best of my knowledge, the information contained in this application and attachments is complete and accurate.				e.		
Clerk's Signature				Date		

If you have questions, need additional information or sample documents, call 517-335-7491 or visit www.michigan.gov/propertytaxexemptions.

Instructions for Completing Form 4757 Application for Commercial Facilities Exemption Certificate

The Commercial Facilities Exemption Certificate was created by Public Act 255 of 1978, as amended. Applications for a certificate of exemption are filed, reviewed, and approved by the Local Governmental Unit (LGU). A copy of the certificate is filed with the State Tax Commission.

Owner / Applicant Instructions

- 1. Complete Parts 1, 2 and 3 of the application. Restoration, replacement, or construction may commence <u>after</u> establishment of a district.
- 2. The following must be provided to the LGU as attachments to the application:
 - a. General description of the facility (year built, original use, most recent use, number of stories, square footage).
 - b. General description of the proposed use of the facility.
 - c. General description of the nature and extent of the restoration, replacement, or construction to be undertaken.
 - d. Legal description of the facility.
 - e. Descriptive list of the fixed building equipment that will be a part of the facility.
 - f. Time schedule for undertaking and completing the restoration, replacement, or construction of the facility.
 - g. Statement of the economic advantages expected from the exemption.
- 3. After reviewing Parts 1, 2, and 3 for complete and accurate information, sign the application where indicated.

LGU Assessor Instructions

- 1. Complete Part 4 of the application.
- 2. After completing Part 4, sign where indicated to certify that if approved, the property will appear on the Commercial Facilities Exemption specific tax roll only.

LGU Clerk Instructions

- 1. After the LGU passes a resolution approving the application, complete Part 5 of the application. A resolution template with required statements can be found at www.michigan.gov/propertytaxexemptions.
- 2. After reviewing the application for complete and accurate information, sign the application to certify the application meets the requirements as outlined by Public Act 255 of 1978, as amended.
- 3. Issue a certificate to the applicant using the certificate templates found at www.michigan.gov/propertytaxexemptions.
- 4. If in Part 1 the applicant did <u>not</u> wish to be considered for the State Education Tax exclusion, submit only a copy of the Certificate to the State Tax Commission at PTE@michigan.gov for faster service. An additional submission option is to mail a copy of the Certificate to Michigan Department of Treasury, State Tax Commission, PO Box 30471, Lansing, MI 48909.
- 5. If in Part 1 the applicant did wish to be considered for the State Education Tax exclusion, submit a copy of the Certificate, application and attachments to the State Tax Commission at **PTE@michigan.gov** for faster service. An additional submission option is to mail a copy of the Certificate to Michigan Department of Treasury, State Tax Commission, PO Box 30471, Lansing, MI 48909.



February 27, 2025

Detroit City Council Coleman A. Young Municipal Center 2 Woodward Ave Suite 1340 Detroit, MI 48226

RE: Request for the Establishment of a Commercial Facilities Exemption Certificate at 16900 E. Warren Ave.

Honorable City Council:

Please accept this letter as a request to establish a Commercial Facilities Exemption Development Certificate for the property located at **16900 E. Warren Ave., Detroit, MI 48224** and described on Attachment A.

This project is eligible for a PA 255 tax incentive as it meets the definition of a restoration project according to MCL 207.654. There will be a major renovation (exceeding 10% of the property's true cash value) to restore the property to an economically efficient condition.

Baobab Fare is a restaurant business with one existing location at 6568 Woodward Avenue. The business was founded by Mamba Hamissi and Nadia Nijimbere and started operating in early 2021. The restaurant's specialty is East African cuisine and is a beloved community fixture and destination.

The project involves the rehabilitation of a vacant commercial building in order to open a second Baobab Fare location. The restoration work will be extensive. It will involve the demolition of existing interior elements, the repair of the exterior façade, the addition of new interior finishes and doors/windows, the installation of commercial-grade kitchen equipment, the installation of new furnishings for restaurant operation, and the upgrade of HVAC, plumbing, and electrical components of the building.

The restoration will be not be undertaken without the receipt of an exemption certificate. As the feasibility of the project currently stands, the project cannot be financed without an exemption. The estimated future property taxes (after restoration) without an exemption would not allow the property to maintain reasonable operating expenses and these high expenses would make it infeasible for any small business operator to finance and then occupy the building.

The current number of full-time employees is 25 and the number of part-time employees is 10. The new location would create 15 new full-time jobs and 15 new part-time jobs.



The total restoration project cost will be \$1.6M (not including the price of kitchen equipment) and will involve the transformation of a vacant commercial building into a East-African restaurant an already-proven successful concept.

The tax exemption is being requested for a period of 12 years.

The exemption supports the economic feasibility of the investment which, in turn, provides economic advantages to the City of Detroit. Generally, the project will (a) increase the number of visitors to the area and boost the visibility of neighboring businesses. It will also (b) create jobs by employing restaurant staff and (c) create new construction jobs through the work undertaken. The creation of these jobs will (d) generate more local and state income tax revenue.

The city taxes are current. The exemption will allow the restoration process to commence and therefore allow the property to be in a functional state and produce far more property tax revenue in the future (after the period of the exemption) than in its current vacant state.

This project is also seeking the assistance of grant funds from the Michigan Economic Development Corporation (MEDC) and its Build MI Community program, grant funds from the Detroit Economic Growth Corporation (DEGC) and its Motor City Match program, and Strategic Neighborhood Fund dollars from Invest Detroit.

Baobab Fare is committed to providing excellent service and continuing to be a positive fixture and contributor in the communities in which it operates. For further information, please contact Mamba Hamissi at (313) 266-5199 or mamba@baobabfare.com.

Respectfully submitted,

Mamba Hamissi, Founder

Baobab Fare (313) 266-5199

mamba@baobabfare.com



Attachment A: Site Map that includes the parcel(s) of property / Legal Description



General Description of Facility:

- Year Built: 1956
- o Original Use: Retail Store
- o *Most Recent Use:* During abandonment, property was used as an illegal grow operation for the past 10 years. Prior to abandonment, the facility was used for tax preparation services and as a video rental store.
- o Number of Stories: 1
- o **Square Footage:** 3,104 square feet

• General Description of Current and Proposed Use:

- o Current Use: Vacant
- o **Proposed Use:** Restaurant establishment

Description of Restoration:

 The facility will undergo significant interior and exterior renovations, including the installation of a new kitchen, dining area, and market space.
 The façade will be restored to enhance the building's historical character while ensuring it meets modern building standards.

List of Fixed Building Equipment:

- o Commercial-grade kitchen equipment
- New interior furnishings including shelving, countertops, bar area, and banquette seating
- o Updated HVAC equipment



- o Plumbing upgrades
- o Electrical upgrades
- o New doors
- o New windows
- o New flooring
- o New signage
- Project Time Schedule:
 - o Building Purchased: 03/28/2023
 - o Financing Secured: Q2 2025
 - o Restoration Start: Q2 2025
 - o Restoration Completion: Q1 2026
 - o Restaurant Grand Opening: Q1 2026
- Parcel ID: 21002284
- Legal Description:
 - S-E WARREN AVE 508&509 EASTERN HEIGHTS LAND COS SUB NO 1 L50 P4 PLATS, W C R 21/738 38.60 X 100



Attachment B: Paid Receipt of Current Taxes

The following Winter Tax Bill indicates there are no due or previous outstanding property tax balances.

Property Address:

16900 E WARREN

OC.



2024 CITY OF DETROIT WINTER TAX BILL

PAYABLE TO: CITY OF DETROIT - PROPERTY TAX PO BOX 33193 DETROIT MI 48232-5193

BAOBAB FARE RE LLC 275 LOTHROP RD GROSSE POINTE FARMS MI 48236

TAXING UNITS	RATE	TAX AMOUNT	IMPORTANT INFORMATION - SEE REVERSE S	
SCHOOL OPER W	1.3968	EXEMPT	PARCEL # Bill No. School District SEV Taxable Value: PRE/MBT% Prop Class TIF Dist PARTIAL PROPERTY DESCRIPTION FOR COMPLETE PROPERTY DESCRIPTION, SEL ASSE S-E WARREN AVE 508&509 EASTERN IPLATS, W C R 21/738 38.60 X 100	
Total Winter Rate	10.6875		* WHATED TAVES DAVABLE IN	FULL DECEMBER 4 2024
Winter Taxes Winter Special Fees Winter Admin Fee		0.00	* WINTER TAXES PAYABLE IN JANUARY 15, 2025 WITHOUT * SUMMER 2ND PAYMENT IS WITHOUT INTEREST AND PEN	INTEREST AND PENALTY. DUE JANUARY 15, 2025
Winter Total Balance		0.00		
		0.00 0.00 0.00 0.00		
TOTAL DUE		0.00	1	

2024 WINTER PROPERTY TAX - RETURN LOWER PORTION WITH YOUR REMITTANCE



2024 CITY OF DETROIT WINTER TAX BILL PAYABLE TO:

PAYABLE TO: CITY OF DETROIT - PROPERTY TAX PO BOX 33193 DETROIT MI 48232-5193 PARCEL#
TOTAL DUE
TAX PAID

21002284. 0.00

01/13/2025

1/3 01/

00002024010003319300002100228410000003000000000

BAOBAB FARE RE LLC 275 LOTHROP RD GROSSE POINTE FARMS MI 48236

Property Address:

16900 E WARREN

00

cc:

D. Howell, DEGC

C. Hughes, DEGC

J. Cook, HRD

Baobab Fare RE LLC Form 4757 – Attached Items

General Description of Facility:

Year Built: 1956

o *Original Use:* Retail Store

 Most Recent Use: During abandonment, property was used as an illegal grow operation for the past 10 years. Prior to abandonment, the facility was used for tax preparation services and as a video rental store.

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 Financing Secured: Q2 2025

Restoration Start: Q2 2025

Restoration Completion: Q1 2026
 Restaurant Grand Opening: Q1 2026

Parcel ID: 21002284

Legal Description:

 S-E WARREN AVE 508&509 EASTERN HEIGHTS LAND COS SUB NO 1 L50 P4 PLATS, W C R 21/738 38.60 X 100

Statement of Economic Advantages

The exemption supports the economic feasibility of the investment which, in turn, provides economic advantages to the City of Detroit. Generally, the project will (a) increase the number of visitors to the area and boost the visibility of neighboring businesses. It will also (b) create jobs by employing restaurant staff and (c) create new construction jobs through the work undertaken. The creation of these jobs will (d) generate more local and state income tax revenue.