

Bill No. 4293-09

No. 14-09-RE

A RESOLUTION

A Resolution of the Council of the County of Allegheny extending the duration of time for the exemption of certain taxes within a specified geographic area designated as a Keystone Opportunity Zone within the Township of Neville, Allegheny County.

Whereas, the County of Allegheny (the “County”) recognizes the need to encourage investment in a defined geographic area described as set forth in Exhibit A, hereinafter the “Keystone Opportunity Zone,” that is experiencing economic distress; and

Whereas, the Keystone Opportunity Zone and Keystone Opportunity Expansion Zone Act, as amended by Act 79 of 2008 (the “Act”) authorizes political subdivisions to apply to the Pennsylvania Department of Community and Economic Development (“DCED”) for an extension of time that an area may be designated as a Keystone Opportunity Zone (“KOZ”) within the respective political subdivision and, as a precondition of such application, to enact a binding resolution that provides, within the designated and approved geographic area, exemptions, deductions, abatements or credits from all local taxes identified in the Act, which resolutions will be contingent upon DCED’s approval of the application; and

Whereas, extension of the duration of the KOZ will support redevelopment of a vacant former industrial site within the Township.

The Council of the County of Allegheny hereby resolves as follows:

Section 1. Incorporation of Preamble.

The provisions set forth in the preamble to this Resolution are incorporated by reference in their entity herein.

Section 2. Proposed KOZ Boundary.

The County does hereby find that the specific geographic area situated in the Township of Neville bounded and described in Exhibit A attached hereto, which area is referred to herein as the proposed Keystone Opportunity Zone, constitutes an unoccupied property under the Act.

Section 3. KOZ Application.

The County will participate with the Township of Neville and Cornell School District in an application to DCED seeking approval of an extension of time so the area set forth on Exhibit A may continue to be designated as a KOZ.

Section 4. Exemption.

1. Real Property in the KOZ is exempt from County property taxes in accordance with the provisions and limitations hereinafter set forth within the boundaries of the KOZ in accordance with the Act. The exemption shall be 100% of the real property taxation on the assessed valuation of property within the KOZ.

2. Sales at retail of services or tangible personal property, other than motor vehicles, to a qualified business or a construction contractor pursuant to a construction contract with a qualified business, landowner or lessee for the exclusive use, consumption and utilization of the tangible personal property or service by the qualified business at the qualified business's, landowner's or lessee's facility located within the KOZ are exempt from the one percent (1%) Sales and Use Tax levied by the County under Article II of the Tax Reform Code of 1971, except for such limitations set forth in the Act.

3. Such exemptions granted in accordance with the Act shall be extended beyond the original December 31, 2010 expiration date of the KOZ for a period of ten years from the date of occupancy, provided that the parcel(s) is/are occupied on or before December 31, 2015, but no longer than December 31, 2025.

Section 5. Incorporation of Provisions of the Act.

The provisions of the Act not herein enumerated shall, nevertheless, be incorporated as part of this resolution by reference.

Section 6. Effective Date.

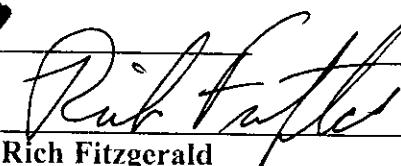
This resolution shall become effective January 1, 2011, contingent and conditioned on the approval of DCED of the application with respect to an extension of the duration of time of the KOZ set forth in Exhibit A.

Section 7. Severability. If any provision of this Resolution shall be determined to be unlawful, invalid, void or unenforceable, then that provision shall be considered severable from the remaining provisions of this Resolution which shall be in full force and effect.

Section 8. Repealer. Any Resolution or Ordinance or part thereof conflicting with the provisions of this Resolution is hereby repealed so far as the same affects this Resolution.

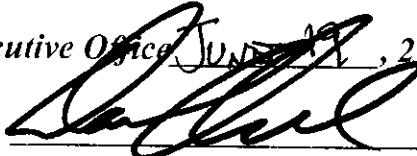
Enacted in Council, this 16th day of June, 2009.

Council Agenda No. 4893-07


Rich Fitzgerald
President of Council

Attest: 
Allegheny County Council

Chief Executive Office June 18, 2009

Approved: 
Dan Onorato
Chief Executive

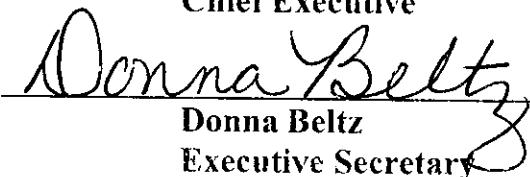
Attest: 
Donna Beltz
Executive Secretary

Exhibit A

DESCRIPTION OF KEYSTONE OPPORTUNITY ZONE (KOZ)

The Upper Mon-Valley KOZ Sub-Zone consists of the parcels in the Township of Neville, including the property owned by Kobe Realty, LP illustrated below. Unoccupied and undeveloped portions of this parcel will be subdivided and eligible for application to DCED to grant an extension of the duration of time that the KOZ will be eligible for benefits identified in the Act. This new parcel(s) will come from the original KOZ parcel recorded with the Office of Property Assessments by the following tax identification number (lot & block):

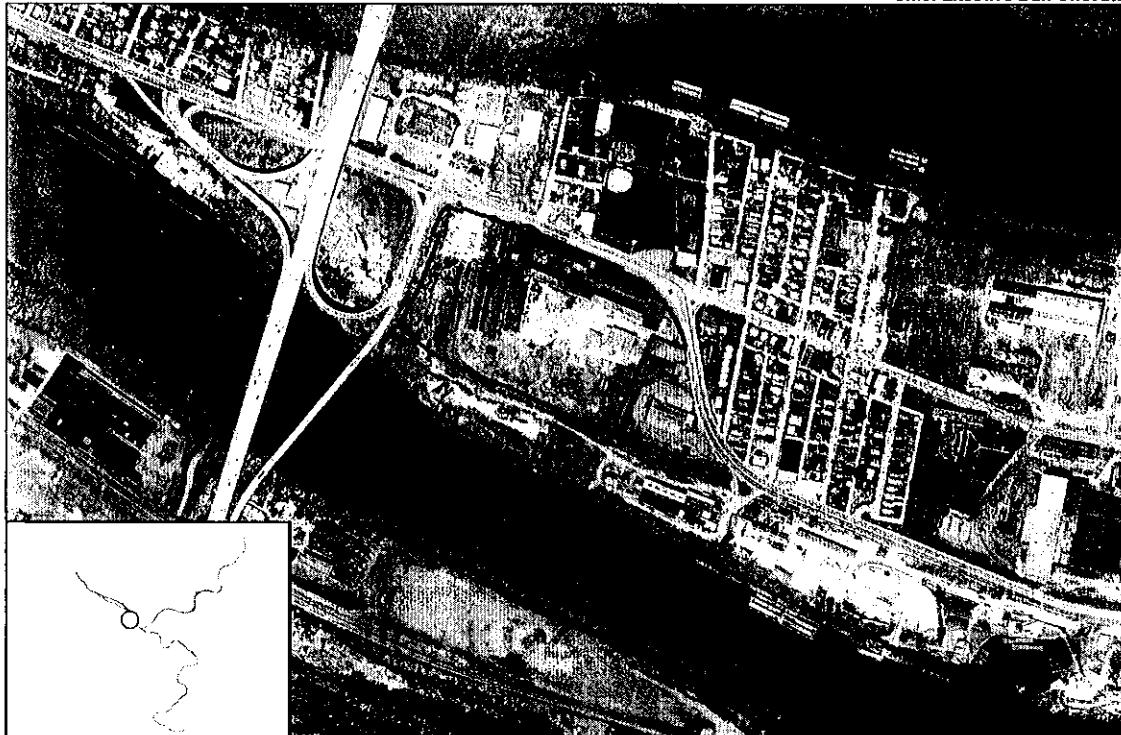
274-N-275

Upper Mon-Valley KOZ

Sub-Zone: Neville Township



Chief Executive Dan Onorato



SUMMARY OF LEGISLATION
NEVILLE TOWNSHIP KOZ RESOLUTION
SUBMITTED FOR COUNCIL MEETING JUNE 2, 2009

The Keystone Opportunity Zone (“KOZ”) Program provides for State and local tax benefits for businesses and residents located within areas designated by local communities and approved by the State. The Keystone Opportunity Zone and Keystone Opportunity Expansion Zone Act, as amended by Act 79 of 2008 (the “Act”) authorizes political subdivisions to apply to the Pennsylvania Department of Community and Economic Development (“DCED”) for extension of the duration of time that an area may be continued to be designated as a Keystone Opportunity Zone (“KOZ”) within the respective political subdivision. The Township of Neville (the “Township”) and Cornell School District (the “School District”) have enacted binding resolutions that provide, within the designated and approved geographic area, exemptions, deductions, abatements or credits from all local taxes identified in the Act, contingent upon DCED’s approval of the application.

The Allegheny County Economic Development requests that the Council of the County of Allegheny:

- (a) participate with the Township and School District in an application to DCED seeking DCED’s approval of an extension of the duration of time of the KOZ for the area set forth in Exhibit A;
- (b) consider a resolution authorizing the exemption of County real property taxes and one percent Sales and Use Tax within the boundaries of the KOZ set forth in Exhibit A in accordance with the Act, contingent on DCED’s approval of the KOZ application; and
- (c) direct the appropriate public officials of the County to take such additional actions in cooperation with the Township and the School District to implement the KOZ.

Extension of the duration of time of the KOZ will support redevelopment of a vacant former industrial site within the Township.

M E M O R A N D U M

OFFICE OF THE COUNTY MANAGER

TO: John Mascio
Chief Clerk

FROM: James M. Flynn, Jr.
County Manager

JA

DATE: May 28, 2009

RE: Proposed Resolution

Attached is a Resolution extending the duration of time for the exemption of certain taxes within a specified geographic area designated as a Keystone Opportunity Zone within the Township of Neville, Allegheny County.

The Allegheny County Law Department has reviewed this legislation prior to submitting it to Council.

I am requesting that this item be placed on the agenda at the next Regular Meeting of Council.

ALLEGHENY COUNTY COUNCIL

09 MAY 28 AM11:39