RESOLUTION 9 OF 2017

A RESOLUTION EXTENDING THE TERM OF EXEMPTIONS, DEDUCTIONS, ABATEMENTS AND CREDITS FOR REAL PROPERTY, EARNED INCOME TAX, NET PROFITS MERCANTILE, AND BUSINESS PRIVILEGE TAXES WITHIN A SPECIFIC GEOGRAPHIC AREA IN RUSH TOWNSHIP, CENTRE COUNTY DESIGNATED AS A KEYSTONE OPPORTUNITY ZONE (KOZ)/EXPANSION ZONE ("KOEZ") IN ORDER TO FOSTER ECONOMIC OPPORTUNITIES, STIMULATE INDUSTRIAL AND COMMERCIAL IMPROVEMENTS AND PREVENT PHYSICAL AND INFRASTRUCTURE DETERIORATION WITHIN SAID AREA OF CENTRE COUNTY, AND CENTRE COUNTY, COMMONWEALTH OF PENNSYLVANIA, UPON CERTAIN TERMS AND CONDITIONS.

WHEREAS, Centre County, Pennsylvania recognizes the need to encourage investment in a defined geographical area of Rush Township, Centre County, as set forth in ATTACHMENT A (Extended Lots) that are experiencing distress characterized by one or more of the following: high unemployment, low investment of new capital, blighted conditions, underutilized, obsolete or abandoned industrial commercial and residential structures, deteriorated tax base; and

WHEREAS, the said geographical area of the Extended Lots are Lot #3, Lot #5, Lot #6 and Lot #11 located within the Moshannon Valley Regional Business Park, and which are located within an existing KOZ/KOEZ area of Rush Township/Centre County; and

WHEREAS, the current expiration date of the KOZ/KOEZ benefit period for the Extended Lots/Lot #3, #5, #6 and #11 within the Moshannon Valley Regional Business Park is December 31, 2017; and

WHEREAS, the Keystone Opportunity Zone, Keystone Opportunity Expansion Zone and Keystone Opportunity Improvement Zone Act (Act of October 6, 1998, P.L. 705, No. 92), as amended, hereinafter referred to as the “Act,” authorizes political subdivisions to apply to the Pennsylvania Department of Community and Economic Development (DCED) for an extension of the term of the applicable benefits within the respective unoccupied portion(s) of the KOZ, granting exemptions, deductions, abatements or credits from all local taxes identified in the Act; and
WHEREAS, approval of extending the term of the benefits from January 1, 2018 to December 31, 2024 for the said Extended Lots, Lot #3, #5, #6 and #11 within the Moshannon Valley Regional Business Park as provided in the Act will result in improving the economic, physical, and social conditions within the subject KOZ/KOEZ by stimulating existing businesses employment, creating new employment and diminishing blight; and

WHEREAS, it is expected that increased private and public-sector investors will reverse the disinvestment and conditions of blight of the Extended Lots/Lot #3, #5, #6 and #11 by the termination date of the extended term.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of Centre County that effective as of this date September 5, 2017 contingent only upon DCED’s approval of the application for the proposed term of the Extended Parcel of the existing KOZ:

The existing KOZ/KOEZ benefit period for the Extended Lots/Lot #3, #5, #6 and #11 in the Moshannon Valley Regional Business Park was to expire on December 31, 2017 but is herewith to be extended by seven (7) years from January 1, 2018 to December 31, 2024. The following provisions shall apply once the four parcels are occupied:

1. Real Property Tax on the Extended Parcel is 100% exempt, such exemption to terminate December 31, 2024.

2. The following shall be exempt, in accordance with the provisions and limitations set forth within the Act, relative to the Extended Parcels/Lot #3, #5, #6 and #11:

   a. Business gross receipts tax for operations conducted by a Qualified Business within the Extended Parcel.
   b. Business privilege tax.
   c. Tax on the earned income received by a resident of the Extended Parcel.
   d. Tax on the net profits of a Qualified Business attributable to business activity conducted within the expansion zone
   e. Mercantile license tax attributable to business activity by a Qualified Business conducted within the Extended Parcel.
   f. Tax on occupancy or use within the Extended Parcel
   g. Sales and use tax (for purchases used and consumed by a Qualified Business within the Extended Parcel)

   Benefits to continue through December 31, 2024.

3. The provisions of the Act not herein enumerated, shall, nevertheless, be incorporated as part of this Ordinance by reference.
4. This resolution shall be effective upon execution, conditioned upon the approval of DCED of the application.

ADOPTED this 5th day of September 2017.

CENTRE COUNTY BOARD OF COMMISSIONERS

Michael Pipe, Chair

Mark Higgins, Commissioner

Steven G. Dershem, Commissioner

ATTEST:

Margaret N. Gray, Administrator
# ATTACHMENT A

**MOSSHANNON VALLEY REGIONAL BUSINESS PARK**  
**RUSH TOWNSHIP, CENTRE COUNTY**

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