

**RESOLUTION R-2021-68  
LUZERNE COUNTY COUNCIL**

*A Resolution of the Luzerne County Council Providing Tax Exemption for  
New Construction in Deteriorated Areas under the Local Economic  
Revitalization Tax Assistance Act*

WHEREAS, under the Local Economic Revitalization Tax Assistance Act (“LERTA”), 72 P.S. §4722 et seq., Luzerne County is a local taxing authority that has the power to provide tax exemption for new construction in “Deteriorated Areas”; and

WHEREAS, The Luzerne County Council (“The Council”) has the authority to levy, establish, alter, and/or abolish taxes and assessments except as may be limited by applicable law; and

WHEREAS, The Council believes that providing tax exemptions under LERTA will encourage new industrial, commercial, and business development in the Deteriorated Areas, and in turn lead to additional tax revenue for Hazle Township, the Hazleton Area School District, and Luzerne County.

WHEREAS, on April 12, 2021, the Hazle Township Board of Supervisors held a public hearing for the purpose of designating certain property within Hazle Township as a Deteriorated Area; and

WHEREAS, subsequent to the public hearing, the Hazle Township Board of Supervisors enacted Resolution #2021-8, dated April 12, 2021, designating 1400 PA 309, Hazle Township, as a Deteriorated Area for the purpose of providing a LERTA exemption to Blue cup Ventures LLC (“Blue Cup”)

WHEREAS, A copy of the Hazle Township LERTA Application and resulting designation Resolution specifying the Applicant and the location of the subject property is attached hereto and incorporated herein by reference; and

WHEREAS, The Council also believes that providing a partial tax exemption under LERTA will encourage new industrial, commercial, and business development in the Deteriorated Areas, and in turn lead to additional tax revenue for Hazle Township, the Hazleton Area School District, and Luzerne County.

NOW, THEREFORE BE IT RESOLVED BY THE LUZERNE COUNTY COUNCIL, as follows:

SECTION ONE. Incorporation of Preamble.

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

SECTION TWO. Definitions.

The below terms will be defined as follows for the purposes of this Resolution.

- 2.1 “*Deteriorated Property*” means any industrial, commercial or other business property located in an eligible deteriorating area as defined hereinafter, or any such property which has been the subject of an order of a governmental agency requiring the property to be vacated, condemned or demolished by reason of non-compliance with laws, ordinances or regulations.
- 2.2 “*Improvement*” means repair, new construction or reconstruction, building alterations or additions, having the effect of rehabilitating deteriorated property so that it becomes habitable or attains higher standards of safety, health, economic use or amenity or is brought into compliance with laws, ordinances or regulations governing such standards. Ordinary upkeep or maintenance shall not be deemed an improvement.
- 2.3 “*Deteriorated Area*” means the real estate located in Hazle Township that the Board of Supervisors designated as a Deteriorated Area in Resolution # 2021-18, dated April 12, 2021.

SECTION THREE. Exemptions.

- 3.1 The amount to be exempted from real estate taxes is specifically defined in subparagraph 3.3 based upon a percentage of the actual cost of new construction in the Deteriorated Area or improvements to the Deteriorated Property. The applicant is responsible for paying all applicable Luzerne County taxes not associated with the new improvements.
- 3.2 The partial exemption from real estate taxes is limited to improvements or new constructions for which an exemption has been requested in the manner set forth in this Resolution. All other applicable Luzerne County property taxes are not exempt and must be paid.

3.3 The exemption commences on the date that the improvement or new construction is assessed by the Luzerne County Assessor's Office. At that time, the said improvements will be exempt according to the following schedule:

Year 1 through year 10: 35% of all real estate taxes to be paid by the Property Owner during the 10-year term of the LERTA tax exempt period and the balance, 65% of such real estate taxes to be exempt during the 10-year period of the LERTA tax exempt period.

In no way shall, the property tax exemption under LERTA continue beyond the 10<sup>th</sup> tax year following the final assessment of eligible real property Improvements.

3.4 The exemption from taxes granted under this Resolution does not terminate upon the sale or exchange of the property.

**SECTION FOUR. Procedure for Obtaining Exemption.**

4.1 Any person desiring tax exemption under this Resolution ("Applicant") shall submit an application with the Luzerne County Tax Assessor's Office. The Applicant shall submit the application within forty-five (45) days of receiving the building permit for the improvement or new construction. If the improvement or new construction does not require a building permit, the Applicant shall submit the application within forty-five (45) days of commencing the construction. The application must be in writing and must provide the following information:

- 4.1.1 the name of the owner or owners of the deteriorated area;
- 4.1.2 the date the building permit was issued for the improvement or new construction (if applicable); and
- 4.1.3 the date when the Applicant commenced the construction for the improvement or new construction (if applicable); and
- 4.1.4 the location of the property including tax parcel identification numbers; and
- 4.1.5 a brief description of the proposed improvement or new construction; and
- 4.1.6 estimated costs of the improvement or new construction; and
- 4.1.7 any other information that Luzerne County may require.

4.2 Upon completion of the improvement or new construction, the Applicant shall notify the Luzerne County Tax Assessor's Office by writing that the improvement or new construction is complete. The Luzerne County Tax Assessor's Office shall then separately assess the new construction or improvement and calculate the amount of the assessment eligible for tax exemption in accordance with the limits established by this Resolution. The Luzerne County Tax Assessor's Office shall then notify the Applicant, Hazle Township, Luzerne County, and the Hazleton Area School District of the reassessment and the amount of the assessment eligible for the exemption.

4.3 Any Local Taxing Authorities may appeal the reassessment and the amount eligible for exemption as provided by law. Applicant waives the right to appeal any property tax assessment during the LERTA period unless the assessment exceeds \$20 Million Dollars of the eligible new construction. Applicant's tax assessment appeal rights shall be fully restored after the LERTA period has expired.

4.4 The cost of the new construction or improvements to be exempted and the schedule of taxes exempted existing at the time of the initial request for tax exemption shall be applicable to that exemption request, and subsequent amendment to this Resolution, if any, shall not apply to the adoption of any such amendment.

#### SECTION FIVE. Termination Date.

An application for exemption may be made at any time within three years from the Effective Date of this Resolution. All qualified applications under this Resolution are eligible for the entire ten year exemption schedule.

#### SECTION SIX. Extension.

The Luzerne County Tax Assessor will not extend the time for filing an application for exemption.

#### SECTION SEVEN. Revocation of LERTA Exemption.

The exemption from real estate taxes provided for herein shall be forfeited by the Applicant and/or any subsequent owner of the real estate for the failure to pay any nonexempt real estate taxes by the last day of the time period to pay such taxes in the penalty period. Upon receipt of the notice of nonpayment of nonexempt real estate taxes, and after expiration of a thirty (30) day cure period, Luzerne County may discontinue the LERTA exemption granted hereby.

SECTION EIGHT. Amendments.

No amendments to this Resolution are effective unless Blue Cup, its successor and assigned and the Council consents to the amendment by Resolution.

SECTION NINE. Repealer.

This Resolution repeals any other resolution or ordinance inconsistent with this Resolution.

SECTION TEN. Severability.

If any part of this Resolution is unenforceable to any extent for any reason, the rest of the Resolution will remain fully enforceable.

SECTION ELEVEN. Effective Date.

This Resolution shall become effective six (6) days from the date of enactment.

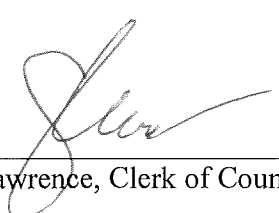
SECTION TWELVE. Further Authorization.

The administration and officials for Luzerne County are directed and authorized to take any action needed to carry out the intent of this Resolution.

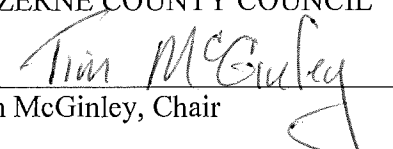
ADOPTED at a meeting of the Luzerne County Council held on the 27<sup>th</sup> day of April, 2021.

ROLL CALL VOTE (11-0)

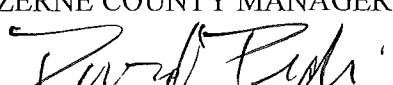
YES: Griffith, Haas, Houck, McDermott, McGinley, Perry, Radle, Saidman, Schnee, SJ Urban and Vough

Attest:   
Sharon Lawrence, Clerk of Council

LUZERNE COUNTY COUNCIL

By:   
Tim McGinley, Chair

LUZERNE COUNTY MANAGER

By:   
C. David Pedri, Esq., County Manager

**HAZLE TOWNSHIP  
RESOLUTION 2021-18**

**A RESOLUTION OF THE HAZLE TOWNSHIP SUPERVISORS DESIGNATING 1405  
SOUTH CHURCH STREET AND THE APPROXIMATE ADDRESSES OF 1366-1432  
SOUTH CHURCH STREET, HAZLE TOWNSHIP AS A DETERIORATED AREA  
TO PROVIDE LERTA EXEMPTION TO BLUE CUP VENTURES**

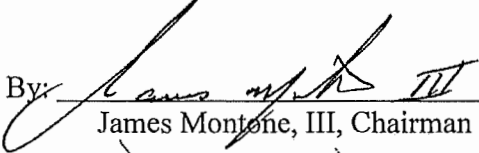
WHEREAS, after public hearing held on April 12, 2021, the Hazle Township Board of Supervisors wish to designate real estate consisting of three hundred sixty (360) acres of land, with the designated address of 1405 South Church Street and the approximate addresses of 1366-1432 South Church Street, Hazle Township, Luzerne County, Pennsylvania 18201 located generally on the East and West sides of Pennsylvania State Route 309, North of Beaver Brook Road and North of Triple J. Trucking, covering lands incorporating all or part of Parcel Tax IDs 26V700A020000, 26V700A011000, 26V700A15A000, 26V700A020000, 26V700A015000, 26V700A15B000, 26V700A19A000, 26V700A016000, 26V700A16A000, 26V700A17A000, 26V700A19D000 AND 26V700A019000, within Hazle Township, as a Deteriorated Area for the purpose of providing a LERTA exemption to BLUE CUP VENTURES;

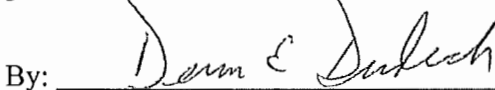
NOW, THEREFORE, at a duly advertised meeting of the Hazle Township Board of Supervisors, it is hereby resolved that real estate consisting of three hundred sixty (360) acres of land, with the designated address of 1405 South Church Street and the approximate addresses of 1366-1432 South Church Street, Hazle Township, Luzerne County, Pennsylvania 18201 located generally on the East and West sides of Pennsylvania State Route 309, North of Beaver Brook Road and North of Triple J. Trucking, covering lands incorporating all or part of Parcel Tax IDs 26V700A020000, 26V700A011000, 26V700A15A000, 26V700A020000, 26V700A015000, 26V700A15B000, 26V700A19A000, 26V700A016000, 26V700A16A000, 26V700A17A000,


26V700A19D000 AND 26V700A019000, within Hazle Township, as a Deteriorated Area for the purpose of providing a LERTA exemption to Blue Cup Ventures Hazleton 1, LLC.

DULY RESOLVED this 12<sup>th</sup> day of April, 2021, at the regularly scheduled meeting of the Hazle Township Board of Supervisors.

BOARD OF SUPERVISORS OF  
HAZLE TOWNSHIP

By:   
James Montone, III, Chairman

By:   
Dennis Dudeck, Vice Chairman

By:   
Anthony R. Griguoli, Secretary/Treasurer