

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1624 Session of  
1989

INTRODUCED BY KENNEY, JUNE 5, 1989

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, JUNE 5, 1989

AN ACT

1 Amending the act of July 9, 1971 (P.L.206, No.34), entitled, as  
2 reenacted and amended, "An act authorizing local taxing  
3 authorities to provide for tax exemption for certain  
4 improvements to deteriorated dwellings and for improvement of  
5 deteriorating areas by the construction of new dwelling  
6 units; and providing for exemption schedules and other  
7 limitations," further providing for exemption schedule and  
8 for maximum exemption.

9 The General Assembly of the Commonwealth of Pennsylvania  
10 hereby enacts as follows:

11 Section 1. Section 303 of the act of July 9, 1971 (P.L.206,  
12 No.34), known as the Improvement of Deteriorating Real Property  
13 or Areas Tax Exemption Act, reenacted and amended August 5, 1977  
14 (P.L.167, No.42), is amended to read:

15 Section 303. Exemption Schedule; Maximum Exemption.--(a) A  
16 local taxing authority granting a tax exemption pursuant to the  
17 provisions of this article may provide for tax exemption on the  
18 assessment attributable to the actual cost of construction of  
19 the new dwelling unit in accordance with the following schedule:

20 [For] Prior to the issuance of a certificate of use and

1 occupancy and for the first, second and third year thereafter  
2 for which said newly-constructed dwelling unit or units would  
3 then otherwise [be] become taxable, 100% of the eligible  
4 assessment shall be exempted; after the third year the exemption  
5 shall terminate.

6 (b) The exemption from taxes shall be limited to the  
7 assessment valuation attributable to the cost of construction of  
8 the new dwelling unit not in excess of the uniform maximum cost  
9 per dwelling unit specified by the municipal governing body. The  
10 exemption shall commence in the tax year immediately following  
11 the year in which the building permit is issued. No tax  
12 exemption shall be granted under the provisions of this article  
13 for the construction of any dwelling unit in excess of the  
14 uniform maximum cost specified by the municipal governing body.

15 (c) The exemption from taxes authorized by this article  
16 shall be upon the newly-constructed dwelling unit or units  
17 exempted and shall not terminate upon the sale or exchange of  
18 the property, unless otherwise provided in this article.

19 Section 2. This act shall be retroactive to January 1, 1989.

20 Section 3. This act shall take effect immediately.