



SENATOR JOHN PIPPY
2007-2008 LEGISLATIVE SESSION
PRIME SPONSORED BILL SUMMARY

SENATE BILL 1412

Senate Bill 1412 amends the Keystone Opportunity Zone (KOZ), Keystone Opportunity Expansion Zone (KOEZ), and Keystone Opportunity Improvement Zone (KOIZ) Act to do the following:

- 1.) Define the term "unoccupied parcel."
- 2.) Extend the duration of the tax free status of unoccupied parcels on the effective date for an additional seven years.
- 3.) Allow the establishment of 7 new KOEZ's to address specific projects in the Commonwealth
- 4.) Allow land to be swapped if land in a zone is unusable because of the discovery of an endangered species.
- 5.) Ban payments in lieu of taxes and other payments made in exchange for approval of the zone by a local government.
- 6.) Eliminate the sales factor from the three-factor apportionment formula for CNI and utilize only the property and payroll factor since most sales are made outside the zone. This same formula is used for CSFT.
- 7.) Exempt construction materials used in the zone from sales tax.