**506**

**Fiscal Impact Statement**

|  |  |  |
| --- | --- | --- |
| ***Department*** | Finance | |
| ***Preparer*** | David Clarke | |
| ***Contact*** | Paul Leger | |
| ***Type of Initiative*** | Legislation | Executive Order |
| ***Type of Legislation*** | Ordinance | |

**Description of Initiative**

This letter is to request approval for Paul Leger, Director of Finance to submit an Ordinance extending the  
Residential, Residential Enhanced, and Local Economic Stimulus LERTAs by amending the Pittsburgh Code, Title Two, Fiscal; Article IX, Property Taxes; Chapter 267, Exemptions for Industrial and Commercial Improvements; Section 267.03, Exemption Schedule; and Section 267.09, Participation by Allegheny County and Pittsburgh Board of Education, to extend the application periods for the exemptions set forth in Section 267.03, subsections (b) and (c), which were enacted pursuant to Ordinance 10 of 2007, to include applications filed on or after January 1st through March 31st.  
  
The LERTA programs are currently under review and this extension will permit the Residential, Residential Enhanced, and Local Economic Stimulus LERTA programs to continue during this review period. The Residential LERTA program is a 10 year abatement of taxes resulting from an increased property assessment due to an improvement to a residential property. The Residential Enhanced LERTA is a 10 year abatement of taxes resulting from an increases property assessment due to an improvement to a commercial or industrial property. The Local Economic Stimulus LERTA is a 10 year abatement of taxes resulting from an increased property assessment due to an improvement to industrial or commercial property being transformed into a residential property.  
  
  
Paul Leger will go to the table.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| ***Total Cost*** | No specific cost to the City | | | |
| ***Frequency of Expenditure*** | One-Time | | Multi-Year | |
| ***Funding Source*** | Operating | Capital | Grant | Trust Fund |
| ***Is this item budgeted?*** | Yes | | No | |

**JDE Account Information**

**Additional Costs**

**Impact on City Revenue**

Since this is a Tax Abatement program by definition there will be an impact on City revenue, however that impact size is dependent on the use of the program and cannot be quantified here.

**Attachments**