



Senate Finance Committee

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BILL SUMMARY

SENATE BILL 65, PN 86 (SENATOR WOZNIAK)

Summary:

This legislation amends the KOZ, KOEZ, and KOIZ act, further providing for keystone opportunity zones, for keystone opportunity expansion zones, for tax credit determination and for expiration of the act.

This legislation would expand the applicability time period for tax benefits with regard to KOZ's and KOEZ's from the current maximum of 15 years beginning as of January 1, 1999 to also include as an alternative the time period a qualified person or business begins the active conduct of its trade or business. In either situation, all tax benefits terminate on or before December 31, 2028, and the maximum period of time that any given taxpayer can receive such tax benefits shall be for a period of no more than 15 years.

This legislation would also allow an existing KOZ subzone and KOEZ expansion zone to request to extend its designation period until December 31, 2028. The qualified political subdivision would have to pass the required ordinance, resolutions or other required action and submit copies to the Department of Community and Economic Development by June 30, 2007. The Department shall approve or deny such request for extension of the duration of the subzone or expansion zone within 30 days of receipt of such request.

This legislation also provides for the extension of the availability of the KOZ, KOEZ and KOIZ Job Tax Credit of \$1,250 per job for ten taxable years beyond December 31, 2018 (January 1, 2019 to December 31, 2028).

This legislation also provides for the extension of the availability of the KOZ, KOEZ, and KOIZ Job Creation Tax Credit of \$1,250 per job for ten taxable years beyond December 31, 2018 (January 1, 2019 to December 31, 2028).

Prior Legislation:

This legislation was introduced by Senator Wozniak as Senate Bill 632 of the 2005-06 session.