COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 2022 Legislative Session Resolution No. CR-043-2022 Proposed by

The Chair (by request – County Executive)

Introduced by Council Members Hawkins, Streeter, Turner, Medlock, Glaros, Franklin, Harrison **Co-Sponsors** Date of Introduction

May 17, 2022

RESOLUTION

A RESOLUTION concerning

PILOT Agreement for the Carillon Project

For the purpose of rescinding the prior Council Resolution CR-092-2019 and for the purpose of approving the terms and conditions of a negotiated Payment in Lieu of Taxes (PILOT) Agreement between Prince George's County, Maryland (County) and RPAI Capital Centre II, L.L.C., an affiliate of Kite Realty Group Trust, successor to Retail Properties of America, Inc. (Developer) for the different phases of the Carillon Project.

WHEREAS, there is a significant need to continue the expansion of the County's commercial tax base and support transit-oriented development projects; and

WHEREAS, the Developer is proposing to develop approximately 49.4 acres of land located at 801 Capital Centre Blvd in Prince George's County, Maryland, more particularly identified by the tax parcel account identifiers described in "Attachment A" and as shown on the map in "Attachment B" (the "Property"); and

WHEREAS, the County Council of Prince George's County, Maryland (County Council), authorized the Developer to make payments in lieu of County real property taxes pursuant to Section 7-516 of the Tax-Property Article of the Annotated Code of Maryland, as amended (the Act) as evidenced by Council Resolution CR-092-2019; and

WHEREAS, the Act, which provides that the County may exempt or partially exempt an economic development project within the meaning of the Act from County real property taxes under certain conditions has been amended to permit the County to enter into multiple payment in lieu of taxes agreements for different phases of the economic development project; and

WHEREAS, the Developer has requested that the County Council authorize the Developer

to make payments in lieu of County real property taxes for different phases of the economic development project pursuant to the current version of the Act; and

WHEREAS, the Developer continues to propose to develop a mixed-use development that will include office, residences, multifamily, retail, restaurant, and structured parking facilities (the "Project"); and

WHEREAS, the County plans to provide other certain economic development incentives to the Project to assist with the costs of design, permitting, and construction of certain infrastructure improvements; and

WHEREAS, the Act states an economic development project must have a certificate of occupancy issued on or after October 1, 2012; be located on one or more parcels of land, all of which are situated in a designated focus area; and must contain certain facilities that satisfies the minimum criteria for full-time equivalent job opportunities and private capital investment of equity and debt; and

WHEREAS, the Developer has demonstrated to the County that the Project constitutes an economic development project within the meaning of the Act because the Project (i) will have a certificate of occupancy issued after October 1, 2012; (ii) is located on one or more parcels of land, all of which are situated in a designated focus area; and (iii) is a mixed-use facility that contains one or more of the facilities described in the Act, at least one of which satisfies the minimum criteria for job opportunities and private capital investment of equity and debt as set forth in the Act; and

WHEREAS, pursuant to the Act, the County has conducted an economic analysis of the Project; and

WHEREAS, as required by the Act, the Developer has demonstrated to the satisfaction of the County the public benefit that the Project will provide to the County; and

WHEREAS, as required by the Act, the Developer has demonstrated to the satisfaction of the County the financial necessity for the exemption authorized by the Act; and

WHEREAS, as required by the Act, the Developer has demonstrated to the satisfaction of the County that the private capital to be invested in the Project includes an equity and debt investment that meets the requirements of the Act; and

WHEREAS, in order to facilitate the development of the Property, it is in the best interest of the County to accept payments in lieu of County real property taxes, subject to the terms and

conditions of the negotiated Payment in Lieu of Taxes Agreement (the "Agreement") for the multiple phases of the Project; and

WHEREAS, in connection with the Project, the County and the Developer will enter into the Agreement for each Phase of the Project located on the Property upon the approval of this Resolution and satisfaction of certain conditions, the form of which is attached hereto as "Attachment C" and made a part hereof; and

NOW, THEREFORE, BE IT RESOLVED that the County Council hereby rescinds Council Resolution CR-092-2019 and replace it with this resolution.

BE IT FURTHER RESOLVED that in accordance with the Act, the County shall accept payment in lieu of County real property taxes for the phases of the Project to be located on the Property subject to the agreement attached to this Resolution.

BE IT FURTHER RESOLVED that the Project may not involve gambling activities.

BE IT FURTHER RESOLVED that each the County Executive, Chief Administrative Officer or designee of the County Executive or Chief Administrative Officer (each, an "Authorized Representative") is hereby authorized to execute and deliver the attached agreement in the name and on behalf of the County in substantially the form attached hereto in addition to any other agreement deemed necessary and commensurate for transaction (the "Agreements").

BE IT FURTHER RESOLVED that the Authorized Representative, prior to execution and delivery of the Agreements, may make such changes or modifications to the Agreements as deemed appropriate by the Authorized Representative in order to accomplish the purpose of the transactions authorized by this Resolution, provided that such changes or modifications shall be within the scope of the transactions authorized by this Resolution; and the execution of the Agreements by the Authorized Representative shall be conclusive evidence of the approval of the Authorized Representative of all changes or modifications to the Agreements; and the Agreements shall thereupon become binding upon the County in accordance with the terms therein.

BE IT FURTHER RESOLVED that this Resolution shall become effective as of the date of its adoption.

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Adopted this 28^{th} day of June, 2022.

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND

BY: <u>Calvin S. Hawkins, II</u> Chair

ATTEST:

Donna J. Brown Clerk of the Council

APPROVED:

DATE: _____ BY: _____Angela D. Alsobrooks County Executive

EXHIBIT A

TAX PARCEL ACCOUNT IDENTIFIERS FOR THE PROPERTY

13-3438892

EXHIBIT B

PROPERTY MAP

(see attached)

EXHIBIT C

FORM OF PAYMENT IN LIEU OF TAXES AGREEMENT

(See attached)