# COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 2019 Legislative Session

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| Resolution No.   | CR-92-2019   |  |  |
| Proposed by  | The Chair (by request – County Executive)                        |  |  |
| Introduced by  | Council Members Turner, Harrison, Davis, Ivey, Streeter, Glaros, |  |  |
| Taveras, Hawkins & Franklin  |  |  |  |
| Date of Introduc   | October 22, 2019   |  |  |
| RESOLUTION   |  |  |  |
| A RESOLUTION   | Concerning   |  |  |
|  | PILOT Agreement for the Carillon Project                         |  |  |
| 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 Retail Properties of America, Inc. ("Developer") for 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 38.7 acres of land                                    |  |  |  |
| located at 801 Capital Centre Blvd. in Prince George's County, Maryland, more particularly                         |  |  |  |
| identified by the tax parcel account identifier(s) described in "Exhibit A" and as shown on the                    |  |  |  |
| map in "Exhibit B" (the "Property"); and   |  |  |  |
| WHEREAS, Section 7-516 of the Tax-Property Article of the Annotated Code of Maryland,                              |  |  |  |
| as amended (the Act), 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; and  |  |  |  |
| WHEREAS, the Developer has requested that the County Council of Prince George's                                    |  |  |  |
| County, Maryland, (County Council) authorize the Developer to make payments in lieu of                             |  |  |  |
| County real property taxes pursuant to the Act; and  |  |  |  |
| WHEREAS, the Developer proposes 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 Project; and

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

NOW, THEREFORE, BE IT RESOLVED that in accordance with the Act, the County shall accept payment in lieu of County real property taxes for 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 the County Executive or designee of the County Executive 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 County Executive, prior to execution and delivery of the Agreements, may make such changes or modifications to the Agreements as deemed appropriate by the County Executive 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 County Executive or designee of the County Executive shall be conclusive evidence of the approval of the County Executive 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.

| Adopted this 12th day of No                   | ovember | _, 2019.  |
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|   |         | COUNTY COUNCIL OF PRINCE<br>GEORGE'S COUNTY, MARYLAND |
|   | BY:     | Todd M. Turner  |
|   |         | Chair   |
| ATTEST:                                       |         |   |
|   |         |   |
|   |         |   |
| Donna J. Brown<br>Acting Clerk of the Council | -       |   |
|   |         |   |
|   |         |   |
|   |         | APPROVED:   |
|   |         |   |
| DATE:   |         |   |
|   |         | Angela D. Alsobrooks County Executive                 |

# **EXHIBIT A**

# TAX PARCEL ACCOUNT IDENTIFIERS FOR THE PROPERTY

13-3438892

# $\mathbf{EXHIBIT}\;\mathbf{B}$

# PROPERTY MAP

(see attached)

# **EXHIBIT C**

# FORM OF PAYMENT IN LIEU OF TAXES AGREEMENT

(See attached)