

**Pennsylvania Intergovernmental
Cooperation Authority**

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**Resolution No. 2009 - 03
September 11, 2009**

Whereas the Pennsylvania State House of Representatives and the Pennsylvania State Senate have both passed resolutions by significant margins granting the request of the City of Philadelphia to raise the sales tax to 8% and to defer certain pension fund payments into future years; And

Whereas Governor Rendell has publicly stated his acceptance and willingness to sign both the resolution passed by the Pennsylvania House of Representatives and also the resolution passed by the Pennsylvania State Senate;

Now therefore, the Pennsylvania Intergovernmental Cooperation Authority (PICA) does hereby approve this resolution as follows:

1. The five-year plan of the City of Philadelphia submitted to PICA on September 1, 2009, referred to as Plan B, which assumes that the State has granted the authorities requested by the City, assumes the loss of 20 million dollars based on the two month delay in collecting sales tax revenue , as well as other modifications from the Plan approved on July 21, 2009, is hereby approved by the PICA Board.
2. Should the State fail to grant these authorities by September 18, 2009, Plan B will be deemed disapproved and the City of Philadelphia will be required to submit to the PICA Board a modification of Plan C (originally submitted to PICA on August 27, 2009) which is consistent with the requirements of the PICA Act, including Section 209 (c)(2). The modified Plan C must be submitted to PICA by September 25, 2009.
3. This Resolution shall take effect immediately.

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MOVED: Michael Karp

SECONDED: William Leonard

APPROVED: Yes; 5-0

Qualified Majority Required: Y x N _____

<u>Vote:</u>	<u>YES</u>	<u>NO</u>	<u>ABSTAIN</u>
Ahmad	X		
DiAngelo	X		
Eisenhower	X		
Karp	X		
Leonard	X		