

RESOLUTION

Authorizing the Committee on Children and Youth to conduct hearings examining the relationship between the property tax exemption for wealthy nonprofits on the School District's budget and the resulting environmental hazards in School District facilities on the health and safety of Philadelphia's most vulnerable children.

WHEREAS, the School District estimates that its facilities require approximately \$5 billion in capital repairs to ensure a safe and healthy environment for students, including \$125 million to remediate lead and asbestos; and

WHEREAS, in the wake of the COVID-19 pandemic, the School District is projecting a nearly \$900 million budget shortfall by the end of fiscal year 2026; and

WHEREAS, property taxes represent the largest local contribution to the School District's budget, and Philadelphia has an extraordinary amount of tax-exempt land; and

WHEREAS, Philadelphia's wealthiest nonprofits are currently afforded tax-exempt status resulting in exemptions from the payment of hundreds of millions of dollars that would otherwise be due to the School District, thereby placing additional burdens on Philadelphia's remaining taxpayers; and

WHEREAS, these wealthy nonprofits, such as the University of Pennsylvania, Drexel University, and Thomas Jefferson University rely on Philadelphia's public services, infrastructure, and cultural environment to thrive; and

WHEREAS, many Philadelphians, including those directly impacted by toxic school facilities and those with ties to wealthy nonprofits, have called for these institutions to contribute 40% of foregone property taxes annually to the School District as Payments In Lieu Of Taxes (PILOTs); and

WHEREAS, The University of Pennsylvania has taken an important first step by committing \$100 million over the next ten years for the remediation of lead and asbestos in School District facilities. However, this amount will not come close to addressing the many environmental hazards threatening the health and safety of Philadelphia's most vulnerable children. Philadelphia needs an ongoing, sustainable source of income to adequately improve and maintain School District facilities; and

WHEREAS, Approximately 80% of School District buildings were built prior to 1978 and are likely to contain environmental hazards such as asbestos insulation and lead paint, as well as asthma triggers such as mold, mouse feces and urine, and cockroach parts; and

WHEREAS The inhalation of asbestos fibers causes several types of life-threatening diseases, including asbestosis, lung cancer, and mesothelioma; and

WHEREAS, The vast majority of students in the School District are low-income children of color, and over 50% are Black students. Children of color, especially Black children, are at a higher risk for health conditions associated with environmental hazards; as many as one in four children in some Philadelphia neighborhoods have chronic asthma, and environmental hazards can trigger life-threatening asthma attacks. Black children are two times as likely to be hospitalized for asthma and are four times as likely to die from asthma as white children; and

WHEREAS, Lead poisoning can seriously harm a child's health and cause well-documented negative effects such as damage to the brain and nervous system, slowed growth and development, learning and behavior problems, and hearing and speech problems; and

WHEREAS, As many as 1 in 4 children in some Philadelphia neighborhoods have chronic asthma and environmental hazards can trigger life-threatening asthma attacks. Black children are two times as likely to be hospitalized for asthma and are four times as likely to die from asthma as White children; and

WHEREAS, All children deserve to learn in a safe and healthy environment; therefore be it

RESOLVED, BY THE COUNCIL OF THE CITY OF PHILADELPHIA, that the Committee on Children and Youth is hereby authorized to conduct hearings examining the relationship between the property tax exemption for wealthy nonprofits on the School District's budget and the resulting environmental hazards in School District facilities on the health and safety of Philadelphia's most vulnerable children.

INTRODUCED BY:
Councilmember Kendra Brooks

CO-SPONSORED BY:
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January 28, 2021