



COMMONWEALTH OF PENNSYLVANIA  
DEPARTMENT OF REVENUE

October 13, 2015

Honorable Randy Albright  
Secretary of the Budget  
Governor's Budget Office  
238 Main Capitol Building  
Harrisburg, PA 17120

Dear Secretary Albright:

I hereby certify, pursuant to Act 52 of 2013, that the amount of state taxes attributable to the Bethlehem City Revitalization and Improvement Zone (CRIZ) in 2014 to be transferred from the General Fund to the Bethlehem CRIZ Fund totals \$18,949.45.

This amount reflects state taxes remitted between Jan. 1 and Dec. 31, 2014 by 16 businesses confirmed as new businesses and construction contractors in 2014.

There is no incremental tax growth due the Bethlehem CRIZ other than the \$18,949.45 in state taxes attributable to the zone by new businesses and construction contractors in 2014

Respectfully,

A handwritten signature in cursive script that reads "Eileen McNulty".

Eileen McNulty  
Secretary of Revenue

cc C. Daniel Hassell, Deputy Secretary for Tax Policy  
Matt Forti, Economic Development Coordinator

# CITY REVITALIZATION AND IMPROVEMENT ZONE (CRIZ) BETHLEHEM PROGRAM RECORD

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## STATE RECORD

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**PROGRAM YEAR** 2014

**TAX PERIOD:** January 1 to December 31, 2014

### Total State Taxes Attributable to the Bethlehem CRIZ

\$ 132,750.81 Total business trust fund taxes attributable to the CRIZ, including employer withholding and sales/use tax from businesses and contractors.

\$ 82.75 Total corporation taxes and miscellaneous taxes attributable to the CRIZ.

\$ (0 00) Total refunds granted to taxpayers reducing state taxes attributable to the CRIZ.

\$ **132,833.56** Total 2014 General Fund tax revenue attributable to the Bethlehem CRIZ

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### State Taxes Certified as Attributable to the Bethlehem CRIZ from New Businesses

\$ **18,949.45** Total 2014 General Fund tax revenue attributable to the Bethlehem CRIZ by 16 new businesses and construction contractors.

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### Baseline Recalculation

\$ 121,175.54 2013 baseline for the CRIZ program.

\$ 0 00 2014 baseline additions (existing and relocating businesses within the zone that did not file a 2013 CRIZ report)

\$ **121,175.54** Official 2014 state tax baseline for the Bethlehem CRIZ.

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### Calculation of Baseline Increment

\$ 113,884 11 Total 2014 General Fund tax revenue attributable to the Bethlehem CRIZ from businesses included in the 2013 baseline.

\$ **(7,291.43)** Increment/loss between official 2014 baseline and total 2014 General Fund tax revenue attributable to the Bethlehem CRIZ from businesses included in the 2013 baseline.

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## **Filing Compliance**

- 52 Total CRIZ tax reports received by the June 15 filing deadline from businesses identified as within the CRIZ by the Bethlehem CRIZ Authority.
- 52 Total businesses identified by the authority on May 29, 2015, to the Department of Revenue as qualified businesses required to file CRIZ reports

Some businesses appropriately filed multiple CRIZ state tax reports reflecting taxes attributable to different parcels within the Bethlehem CRIZ.

The state tax baseline will be reviewed and adjusted on an annual basis. Any qualified business within the zone that didn't file a CRIZ report by the June 15 filing deadline will have opportunity to file CRIZ reports in future years, and each first-year's report will be added to the tax baseline. In addition, all businesses classified as Pennsylvania relocations will be added to the baseline upon filing a first-year report.