

COMPUTER DATA CENTER EQUIPMENT EXEMPTION PROGRAM

CERTIFICATION YEAR 2023

Pursuant to § 1707-A.1. of the Tax Reform Code of 1971, the Department of Revenue is required to furnish a report for each tax credit or benefit it administers, reporting the name of each applicant that receives a tax credit or benefit. Details regarding the Computer Data Center Equipment Exemption Program certifications in 2023 may be found below.

DESCRIPTION OF TAX BENEFIT

The Computer Data Center Equipment Exemption Program was created under Act 25-2021 and replaced a capped refund program. Beginning January 1, 2022, computer data center equipment is exempt from Pennsylvania sales and use tax when it is sold to, used, or consumed in a certified data center, by an owner, operator, or qualified tenant holding a Computer Data Center Sales and Use Tax Certificate of Exemption. In order to qualify, the entity must affirm it will meet the requirements for eligibility on or before the fourth anniversary of certification. Certification is valid for a period of 25 full calendar years following the year in which the owner or operator filed the application for certification. Requirement are as follows:

1. Create a minimum new investment of:
 - At least \$75M, on or after January 1, 2022, if the computer data center is located in a county with a population of 250,000 or fewer individuals, and create 25 new jobs;
 - Or, at least \$100M, on or after January 1, 2022, if the computer data center is located in a county with a population of more than 250,000 individuals, and create 45 new jobs.
2. Pay annual compensation in the aggregate of at least \$1,000,000 to employees at the certified computer data center site for each year of the certification after the fourth anniversary of certification.

If the applicant fails to meet the requirements set forth above, the Department may revoke the certification and recapture all or part of the tax benefits provided to the owner, operator, or qualified tenants during the qualification period.

NAME OF EACH BENEFICIARY

NAME

Iron Mountain Data Centers LLC	Nautilus Cryptomine LLC
SEI Investments Company	Cumulus Data, LLC
Continental Broadband Pennsylvania, LLC (DBA Expedient)	Nautilus Cryptomine LLC
Oracle America, Inc	Cumulus Data, LLC
SEI Global Services, Inc	401 North Broad Lessee, LLC
Early Warning Services, LLC	Tierpoint, LLC

Purchases made with an exemption certificate are not individually reported to the Department by the seller, and are not statutorily required to be conveyed by the purchaser. For these reasons, a specific benefit amount is not able to be reported.

SALES, ASSIGNMENTS, & TRANSFERS IN PRIOR PROGRAM YEAR

There are no sales, assignments, or transfers on which to report because this is a Sales and Use Tax exemption program.

ITEMIZATION OF EXPENSES AND JOBS GENERATED AS A RESULT OF THE RECEIPT OF THE TAX BENEFIT

The taxpayers have pledged to satisfy the minimum investment and compensation requirements of the tax benefit.

RECIPIENTS OF SALES, ASSIGNMENTS, & TRANSFERS

There are no sales, assignments, or transfers on which to report because this is a Sales and Use Tax exemption program.