



COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF REVENUE
HARRISBURG, PENNSYLVANIA
17128-1100

THE SECRETARY

(717) 783-3680

October 15, 2021

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

Dear Secretary Thall,

I hereby certify, pursuant to Article XVIII-C of the Tax Reform Code of 1971, that the amount of state taxes attributable to the Lancaster City Revitalization and Improvement Zone (CRIZ) in 2020 to be transferred from the General Fund to the Lancaster CRIZ Fund totals \$7,597,543.30 as of June 15, 2021.

This amount reflects \$1,067,110.80 state taxes remitted between Jan. 1 and Dec. 31, 2020 by 108 businesses, as defined under Act 13 as "new businesses" within the program, \$6,383,891.00 in incremental tax growth by 283 businesses with an established baseline and \$146,541.50 by 38 construction contractors.

Respectfully,

A handwritten signature in cursive script that reads "C. Daniel Hassell".

C. Daniel Hassell
Secretary of Revenue

cc: Amy Gill, Deputy Secretary for Tax Policy
Matt Forti, Director of the Office of Economic Development

CITY REVITALIZATION AND IMPROVEMENT ZONE (CRIZ) LANCASTER PROGRAM RECORD

STATE RECORD

PROGRAM YEAR: 2020

TAX PERIOD: January 1 to December 31, 2020

Total State Taxes Attributable to the Lancaster CRIZ

\$ 11,589,895.17 Total business trust fund taxes attributable to the CRIZ, including employer withholding, sales, use and hotel occupancy tax from businesses and contractors.

\$ 2,848,909.63 Total corporate taxes and miscellaneous taxes attributable to the CRIZ including personal income tax, bank shares tax, malt beverage tax, etc.

\$ (240,027.30) Total refunds granted to taxpayers reducing state taxes attributable to the CRIZ.

\$ 14,198,777.49 Total 2020 General Fund tax revenue attributable to the Lancaster CRIZ.

State Taxes Certified as Attributable to the Lancaster CRIZ from businesses as defined under Act 13 as “new businesses” within the program.

\$ 1,067,110.80 Total 2020 General Fund tax revenue classified as growth attributable to new tax revenue within the Lancaster CRIZ.

Calculation of Increment

\$ 6,383,891.00 Increment calculated on a per business basis between the official baseline established per business entity and 2020 General Fund tax revenue attributable to each business entity within the Lancaster CRIZ.

State Taxes Certified as Attributable to Construction within the CRIZ

\$ 146,541.50 Total 2020 General Fund tax revenue attributable to construction activity within the Lancaster CRIZ.

Fund Transfer

\$ 7,597,543.30 Total tax dollars certified for transfer to the Lancaster CRIZ Authority

Filing Compliance

- 434 Total unique businesses within the Lancaster CRIZ filed CRIZ tax reports by the June 15 filing deadline.
- 510 Total unique businesses identified by the authority on May 28,2021, 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 Lancaster CRIZ.