

## Pennsylvania Appendix

### Key Pennsylvania Subsidy Programs

Program	Recent Annual Cost	Online Recipient Disclosure	Recipient Disclosure Score*
<b>Film Production Tax Credit</b> - tax credits worth 25% of qualified film production expenses incurred in the state	\$42 million (FY 09-10)	<a href="#">source</a>	57/100
<b>Job Creation Tax Credit</b> - corporate income tax credits worth up to \$1,000 per job for companies that increase employment	\$10.1 million (FY2011)	<a href="#">source</a>	55/100
<b>Keystone Opportunity Zone (KOZ) Program</b> - businesses located in KOZs are entitled to a bundle of subsidies, including property tax abatements, hiring credits, and sales and use tax exemptions	\$18.8 million (FY2011)	none	0/100
<b>Opportunity Grant Program</b> - discretionary cash grants for businesses that expand in or relocate to the state	\$17.8 million (FY2011)	<a href="#">source</a>	55/100
<b>Research and Development Tax Credit</b> - transferable corporate income tax credits worth up to 20% of a company's increase in R&D spending	\$18 million (FY2011)	<a href="#">source</a>	47/100
<b>Average of Disclosure Scores for All Programs</b>			<b>43</b>

\*See next page for scoring details

<b><i>Show Us the Subsidies:</i></b> <b>Scoring Details for Pennsylvania Programs</b>		<i>Maximum possible score for category</i>	Film Production Tax Credit	Job Creation Tax Credit	Keystone Opportunity Zone (KOZ) Program	Opportunity Grant Program	Research and Development Tax Credit
<i>Score criteria</i>							
Subsidy Value	Not disclosed (0 pts)	40	30	30	0	30	40
	Either amount approved OR actual amount disbursed/claimed (30 pts)						
	BOTH amount approved AND actual amount disbursed/claimed (40 pts)						
Location of subsidized facility	Not disclosed (0 pts)	15	5	5	0	5	0
	ONLY locality (city/county/other political jurisdiction) (5 pts)						
	Locality AND street address (15 pts)						
Jobs/training outcomes	Not disclosed (0 pts)	15 (if BOTH promised and actual reported)	0	5	0	5	0
	Number of jobs or training slots promised/projected (5 pts)						
	Actual number of jobs created/retained or trainings completed (10 pts)						
Wage rates/payroll outcomes	Not disclosed (0 pts)	15 (if BOTH promised and actual reported)	0	0	0	0	0
	Wage rates/payroll promised/projected (5 pts)						
	Actual wage rates/payroll (10 pts)						
Available year(s) of recipient data	Earlier than 2005 only or unknown (0 pts)	5 (at least 1 year from '05-'08 AND '09-'10)	5	5	0	5	5
	2005, 2006, 2007 and/or 2008 only (2 pts)						
	2009 and/or 2010 only (3 pts)						
Searchability of recipient list	Unsearchable (0 pts)	5	5	5	0	5	2
	CTRL-F searchable in HTML or PDF (2 pts)						
	Search engine or downloadable spreadsheet (5 pts)						
Ease of access	Source difficult to find (0 pts)	5	5	5	0	5	0
	Listed in annual report or other obvious location (2 pts)						
	Separate, clear disclosure site (5 pts)						
<b>Total before extra credit</b>		<b>100</b>	<b>50</b>	<b>55</b>	<b>0</b>	<b>55</b>	<b>47</b>
<i>Extra credit categories</i>		<i>Maximum possible</i>					
Program is most costly among those reviewed (7 pts); second most costly (5 pts)		7	7	0	0	0	0
Copies of approved applications or signed agreements available on website		4	0	0	0	0	0
Compliance or performance reports available on website		4	0	0	0	0	0
Wage data disaggregated		4	0	0	0	0	0
Data contained in open government website providing wider fiscal data		2	0	0	0	0	0
Recipient Dun's or Employer Identification Number (EIN) provided		2	0	0	0	0	0
Recipient NAICS industry code provided		2	0	0	0	0	0
Total extra credit		25	7	0	0	0	0
<b>TOTAL AFTER EXTRA CREDIT</b>		<b>125</b>	<b>57</b>	<b>55</b>	<b>0</b>	<b>55</b>	<b>47</b>

\*See next page for notes on scoring

## **Pennsylvania Program Scoring Notes**

Most Pennsylvania programs are disclosed via the state Department of Community and Economic Development's (DCED) Investment Tracker database. Investment Tracker contains a number of different data points about subsidy deals, but has a number of drawbacks. Technical glitches make data difficult to search and display. Issues with data quality make it difficult to tell if searches are comprehensive.

### **Film Production Tax Credit**

*Program Information:* <http://www.newpa.com/find-and-apply-for-funding/funding-and-program-finder/funding-detail/index.aspx?progid=181>

*Disclosure Website:* <http://www.dced.state.pa.us/investmenttracker/>

The Investment Tracker reports recipient name and subsidy value. It has fields for both pledged and existing jobs, but each jobs entry for this particular subsidy contains "N/A" in both jobs fields. The state does require jobs reporting by film tax credit recipients, but does not post the job outcomes on Investment Tracker.

All years of film tax credit use are disclosed since the program began in 2007. Film tax credit recipients are primarily listed under the name of the film or television production.

### **Job Creation Tax Credit**

*Program Information:* <http://www.newpa.com/find-and-apply-for-funding/funding-and-program-finder/funding-detail/index.aspx?progid=63>

*Disclosure Website:* <http://www.dced.state.pa.us/investmenttracker/>

Results for the Job Creation Tax Credit program from Investment Tracker display both existing and pledged jobs. The "existing jobs" field refers to jobs in the state prior to the subsidy agreement.

### **Keystone Opportunity Zone (KOZ) Program**

*Program Information:* <http://www.newpa.com/find-and-apply-for-funding/keystone-opportunity-zone/index.aspx>

The KOZ program is one of the only DCED-managed programs that is not disclosed via the state's Investment Tracker website. The programs are listed in searchable fields, but no participant entities are returned on these searches. DCED confirms that this is not a technical glitch – no KOZ data is contained in the database. (The state does disclose the \$20,000 grant issued to communities to form a KOZ, but this is not company-specific disclosure.) We award no points for online disclosure to the KOZ Program.

## **Opportunity Grant Program**

*Program Information:* <http://www.newpa.com/find-and-apply-for-funding/funding-and-program-finder/funding-detail/index.aspx?proglid=41>

*Disclosure Website:* <http://www.dced.state.pa.us/investmenttracker/>

Investment Tracker search results for Opportunity program display both existing and pledged jobs. The "existing jobs" field refers to jobs in the state prior to the subsidy agreement.

## **Research and Development Tax Credit**

*Program Information:* <http://www.newpa.com/find-and-apply-for-funding/funding-and-program-finder/funding-detail/index.aspx?proglid=59>

*Disclosure Website:*

[http://www.portal.state.pa.us/portal/server.pt/community/reports\\_and\\_statistics/17303/research\\_development\\_tax\\_credit\\_reports/602457](http://www.portal.state.pa.us/portal/server.pt/community/reports_and_statistics/17303/research_development_tax_credit_reports/602457)

Research and Development Tax Credit recipients are not disclosed on the Investment Tracker website, but through the Pennsylvania Department of Revenue's "Report to the Pennsylvania General Assembly on the Research and Development (R&D) Tax Credit." The reports are difficult to locate, so we award no points in the "Ease of Access" scoring category.

Each report lists both "credit awarded" and "credit utilized" by each recipient for the two previous years.