



Educational Improvement Tax Credit Business Fact Sheet

About the EITC

A gift to the Waverly Community House can provide you or your company with a substantial tax credit through the Pennsylvania Educational Improvement Tax Credit Program (EITC). Tax credits may be awarded to operating business firms that make contributions to Scholarship Organizations and/or Educational Improvement Organizations and/or Pre-Kindergarten Scholarship Organizations contained on a list published by the Department of Community and Economic Development (the Department). A company or individual can receive PA state tax credits equal to 75% of its contribution up to a maximum of \$750,000 per taxable year. This can be increased to 90% of the contribution if a company agrees to provide the same amount for two consecutive years.

For example, donating \$10,000 a year to the Waverly Community House for two years will earn you a tax credit of \$9,000 per year, plus the ability to claim \$1,000 as a charitable deduction.

Is my Business Eligible?

If your business is authorized to operate in Pennsylvania and pays one of the following taxes, you can register to be eligible to apply- Corporate Net Income Tax, Capital Stock Franchise Tax, Bank & Trust Company Shares Tax, Title Insurance Shares Tax, Insurance Premiums Tax, Mutual Thrift Institution Tax.

Use of Tax Credits as Administered by the PA Department of Revenue

Upon receipt of a contribution, the Department of Community and Economic Development will notify the Department of Revenue that the entity has been awarded a credit within the program.

Business firms may apply the credit against the following:

- Personal Income Tax
- Capital Stock/ Foreign Franchise Tax
- Corporate Net Income Tax
- Bank Shares Tax
- Title Insurance & Trust Company Shares Tax
- Insurance Premiums Tax (excluding surplus lines, unauthorized, domestic/foreign marine)
- Mutual Thrift Tax
- Malt Beverage Tax
- Surplus Lines Tax

Important Dates

May 15th- Business applicants who have fulfilled their 2-year commitment and wish to reapply in the next fiscal year to renew their commitment.

May 15th- Businesses who are in the middle of their 2-year commitment.

July 1st- All other businesses including initial applicants and those applicants wishing to submit an additional application on top of their previously submitted 2-year commitment.

We Can Help You Apply

We know you are busy and look forward to assisting you with the application process. Contact Gia Reviello to begin a confidential, no-obligation conversation to learn more about how to contribute to the Waverly Community House through the EITC Program.

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Act Fast! Tax credits are available on a first come, first served basis

Business Application Guide: <https://dced.pa.gov/programs/educational-improvement-tax-credit-program-eitc/>