





Overview

Are you an individual who owns or works for a business and has a Pennsylvania tax liability?

You can join a Special Purpose Entity (SPE) to take full advantage of the PA Educational Improvement Tax Credit (EITC) programs. These pass-through entities are created to direct EITC/PKTC (Early Education or Pre- K) funds to families of private schools.

By joining an SPE, qualified individuals can contribute through the EITC or Pre-K programs and designate the school(s) of their choice to receive their funds.

Participating individuals will:

- Receive credits towards their individual PA Tax liability
- Receive 90% of their contribution in Tax Credits for a 2-Year Commitment
- Help the school of your choice to succeed even more
- Become enthusiastic recruiters of other participants

If an individual gives \$1,000 they would receive a tax credit of \$900. This does not guarantee a refund (in this or any particular amount). Refunds are always dependent on an individual's personal tax information/liability. Example: An individual has a tax liability with the state of \$1,200. They give a contribution of \$1,000 to their designated school through and approved SPE. \$900 is applied as a tax credit to the \$1,200 owed to the state. Therefore, the amount sent to the the state would now be \$300. This is a win for you and your designated school! You receive a tax credit, while helping students and the school of your choice.

Individual Member Eligibility

- Work for a business or own a business
- Does not work for a non-profit or a government entity (possible exceptions)
- Commits to participate and contribute for 2 years
- Has a minimum tax liability of \$1,000 each year and agrees to a minimum commitment level of \$1,000 per year

YEAR 1

1. Determine your Personal Tax Liability (PA-40)
2. Review and Sign the Operating Agreement/Joinder
3. E-mail the signed Operating Agreement to Catherine_Long@acsi.org and wait for confirmation from SPE that your joinder has been accepted
4. Submit contribution - Contribution is Due when the state approves the SPE application
5. Receive a K-1 Tax Form from your SPE and give to your tax preparer or accountant.

YEAR 2

1. Review and Sign Contribution Agreement
2. Email Agreement to Catherine_Long@acsi.org
3. Submit contribution - Contribution is Due when the state approves the SPE application
4. Receive a K-1 Tax Form from SPE and give to your tax preparer or accountant

For more information contact:

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