



EITC Program FAQ's for Corporate Partners Fiscal Year 2016-17

Companies can direct their tax dollars to directly support BVA's education programs. The EITC Program enables companies to support the Brandywine Valley Association (BVA) as a Nonprofit Educational Improvement Organization at minimal cost.

How much of a business' tax liability can be donated to BVA through EITC?
Businesses can receive a tax credit equal to 75% of its contribution up to \$750,000 per taxable year. The tax credit increases to 90% if the business provides the same amount for two consecutive years.

Where do I get an application? Go to www.newpa.com .

When do I submit the application? Tax credit applications are processed first-come-first-serve.

- May 15 – Business applicants who have fulfilled their 2-year commitment and wish to reapply in FY 15/16 to renew their 2-year commitment.
- May 15 – Businesses who are in the middle of their 2-year commitment.
- July 1 – All other businesses.

The process is simple:

1. All applications for EITC program must be completed & submitted online using DCED's Single Application for Assistance which can be accessed at www.newPA.com or <http://www.newpa.com/find-and-apply-for-funding/funding-and-program-finder/educational-improvement-tax-credit-program-eitc> . Additional contact info: DCED Center for Business Financing, Tax Credit Division, 400 North Street, 4th Floor, Commonwealth Keystone Building, Harrisburg, PA 17120-0225. Phone: 1-800-379-7448.
2. Business receives notification letter from DCED.
3. Business submits monetary contribution within 60 days to BVA.
4. BVA provides business with acknowledgment of contribution.
5. Business submits acknowledgment to DCED with 90 days of notification letter.
6. Credit is taken as a payment of taxes on businesses' annual tax return filing.

Who may make EITC gifts?

You might be surprised. Businesses ranging from neighborhood pharmacies, to mid-sized companies, to large corporations all are eligible. This includes the following type of businesses:

C-Corporations (taxed at the corporate level), S-Corporations, Partnerships, Sole Proprietors, Limited Liability Companies (LLC's) and subchapter S corporations and other business entities that pay their State business taxes under the personal income tax on PA business income can now fully participate.

Here are the business taxes you can claim credits against:

Corporate net income tax, Capital stock franchise tax, Bank and trust company shares

Questions? Please call our development department at 610-793-1090.

www.bandywineredclay.org



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tax, Title insurance companies shares tax, Insurance premiums tax, Mutual thrift institutions tax, Insurance Company Law of 1921 and Personal Income Tax of S corporation shareholders or Partnership partners.