



The Pennsylvania Education Improvement Tax Credit Program allows you to
DIRECT ALL or a portion of **YOUR TAX OBLIGATION** to **SUPPORT** the
PA Connecting Communities Transition Services program.

Business Application Timeline

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

Pass-through entities, such as S-Corporations, Partnerships, LLCs, etc., can now apply the same day as C-Corporations. Applications must be submitted electronically using DCED's Single Application for Assistance.

Uses

Tax credits may be applied against the tax liability of a business for the tax year in which the contribution was made.

Eligibility

Businesses authorized to do business in Pennsylvania who are subject to one or more of the following taxes:

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

Funding

Tax credits equal to 75 percent of its contribution up to a maximum of \$750,000 per taxable year. Can be increased to 90 percent of the contribution if the business agrees to provide the same amount for two consecutive tax years.

Terms

An approved company must provide proof to DCED within 90 days of the notification letter that the contribution was made within 60 days of the notification letter. Tax credits not used in the tax year the contribution was made may not be carried forward or carried back and are not refundable or transferable, except for an approved election by a pass-through entity to apply any unused tax credits to the tax liability of the owners in the taxable year immediately following the year in which the contribution is made.

Businesses

Pennsylvania businesses can begin applying for EITC credits through DCED's electronic single application system. **DCED will no longer require applicants to mail the signed signature page.**

Tax credit applications will be processed on a first-come, first-served basis by day submitted. All applications received on a specific day will be processed on a random basis before moving on to the next day's applications. Applications will be approved until the amount of available tax credits is exhausted.

Business Guidelines:

<https://dced.pa.gov/download/educational-improvement-tax-credit-program-eitc-guidelines/?wpdmdl=84406>

Business Application Guide:

<https://dced.pa.gov/download/apply-single-application-short-app-121516/?wpdmdl=73144>

When completing your application, please choose PA Connecting Communities as the Education Improvement Organization beneficiary of your PA tax credit dollars. All funds support PACC's Transition Services for graduating high school students living with a disability.

For more information call Barbara Nicholas 724-201-6971 or email bnicholas@pacc.org.