

# EARN TAX CREDITS!



**Keep *your* tax dollars in your community! Here's how...**

The EITC provides tax credits to eligible businesses who contribute to a Scholarship Organization, a Pre-K Scholarship Organization, or for educational improvement.

## **Danville Child Development Center can direct your PA tax dollars to**

Pre-K Scholarships to children so families have the ability to participate in a high quality pre-Kindergarten program.

**DCDC is approved as a Pre-K Scholarship Organization**, and has been providing this service for businesses, families, and their children in our area since 2011.

## **A Great Way for Businesses to Direct Their Tax Dollars**

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

- Corporate Net Income Tax
- Capital Stock Franchise Tax
- Bank and Trust Company Shares Tax
- Title Insurance Companies Shares Tax
- Insurance Premiums Tax
- Mutual Thrift Institution Tax
- Insurance Company Law of 1921
- Personal Income Tax of S corporation shareholders or Partnership partners

## **Contributions to Pre-Kindergarten Scholarship Organizations:**

A business may receive:

- a tax credit equal to 100 percent of the first \$10,000 contributed; and
- up to 90 percent of the remaining amount contributed up to a maximum credit of \$200,000 annually.

## **Business Application Timeline**

- **May 15** – Business applicants who have fulfilled their 2-year commitment and wish to reapply in FY 19/20 to renew their 2-year commitment.
- **May 15** – Businesses who are in the middle of their 2-year commitment.
- **July 1** – ***All other businesses including initial applicants and those applicants wishing to submit an additional application on top of their previously submitted 2-year commitment.***

## **How to Apply**

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.**

The [business application guide](#) explains the process of applying. 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.

Apply at: <http://dcde.pa.gov/programs/educational-improvement-tax-credit-program-eitc/>



### Why is this important?

With the help of EITC scholarships and contributions from businesses such as yours, more children may be able to attend a high quality preschool. Statistics have shown that children who go to a quality preschool have better social skills, less grade repetition and special education, higher graduation rates, increased earnings, while having lower rates of crime, teen pregnancy, and smoking.

### How will this work?

In addition to providing scholarships to their families, DCDC partners with a local Keystone STARs Early Learning program to distribute funds to other eligible families; companies may designate one or both programs to benefit from their contributions. These contributions, less the administrative fee allowed by the State, will benefit only eligible area children.

### How can this help you?

Besides providing a wonderful service for area children and families—some of whom may be your employees and customers—all EITC contributing companies are acknowledged in our annual report, in our E-News and on our website.

**Feel free to call contact DCED directly or Diana Verbeck at 570-275-4047 for more information or to begin the application process today. Please help us invest in the future of our children.**



**DCDC would like to acknowledge our past contributors to the EITC program. These include:**

- Cole's Hardware**
- First Keystone**
- FNB Bank**
- Highmark**
- Keystone Insurance Group**
- PPL Corporation**
- UPMC**
- Weis Markets**

