

Pennsylvania Educational Improvement Tax Credit Program Applying for Individual Tax Credits

Pennsylvania's Educational Improvement Tax Credit (EITC) program enables PA-based businesses and individuals to earn tax credits in exchange for charitable giving to the Waldorf School of Philadelphia. Donations to the Waldorf School of Philadelphia through the EITC program are used for need-based scholarships supporting Pre-K to 8th grade students.

In this way, businesses that pay corporate net income tax and individuals that pay PA personal income tax can support the Waldorf School of Philadelphia students in Pre-K through 8th grade, at no additional cost.

- Step 1** You pay taxes in Pennsylvania
- Step 2** You contribute to the Waldorf School of Philadelphia through the EITC/OSTC program
- Step 3** The Waldorf School of Philadelphia receives 100% of your donation
- Step 4** You receive a 90% tax credit on your Pennsylvania tax return

How Does the EITC Program Work?

With proof of a donation during a taxable year, businesses/individuals enrolled in the program may earn PA tax credits equal to 90% of the charitable contribution to those committed to contribute the same amount for two consecutive years) or 75% for a one year contribution). There are income requirements to be in the program (see below).

Who Can Participate?

Individuals/households with an annual income of \$115,000 or more or a PA personal income tax liability of \$3,500+ annually can qualify for this program. Check line 12 on your PA Income Tax Return to confirm your PA Tax Liability amount.

For individuals or couples (married filing jointly), one must work for a business, own a business or own stock in a company that does business in the state of Pennsylvania. Individuals may live outside of PA and still participate if they own such stock. You must have PA State Tax Liability.

Retirees may own a small business (receive an annual K-1 form) or work for a business (receive an annual W-2 form) or own stock in a company that does business in the state of PA. Some retirees qualify due to side jobs or residual ownership of businesses and some do not. We can help you to confirm your qualification status. Retirees may live outside of PA and still participate if they own stock in a company that does business in the state of Pennsylvania. You must have PA State Tax Liability.

Is there an SPE that the Waldorf School of Philadelphia recommends?

The Waldorf School of Philadelphia has a strong partnership with the Central Pennsylvania Scholarship Fund.

How to Apply?

Annual EITC tax credits availability are limited. Individuals and businesses must enroll in the program each year to be eligible for tax credits. Credits are made available on a first-come, first-served basis.

Making an application is very easy and the Waldorf School of Philadelphia's Advancement Office will support you every step of the way.

Contact

Alexandra Borders, Director of Advancement and Enrollment
bordersa@phillywaldorf.com
215-248-1662