



Pennsylvania Tax Credit Information Sheet
You have to pay taxes – why not redirect them to the Prep!

As you may know, businesses can redirect their state tax dollars to Saint Joseph's Prep through the Educational Improvement Tax Credit (EITC) and Opportunity Scholarship Tax Credit (OSTC) programs.

Now, **individuals** can redirect up to 100% of their personal state tax bill to the Prep through the same programs by joining a Scholarship LLC.

A two-year commitment will get you a 90% credit on state taxes owed. And the 10% not included in the tax credit may be claimed as a charitable donation on your federal tax return.

To qualify, you must meet the Income Test OR the Net Worth Test.

Income Test

- Your individual income must have exceeded \$200,000 in each of the two most recent years or your joint income together with your spouse exceeded \$300,000 in each of those years; AND
- You reasonably expect to earn individual income of at least \$200,000 this year or joint income with your spouse of at least \$300,000 this year.

OR

Net Worth Test

- Your individual or joint net worth exceeds \$1,000,000.

In addition, you must:

- Make a two-year commitment.
- Upon tax credit approval from the state - we will contact you to ask you to submit the LLC signed application with your first gift
- Use the Schedule K-1 that you will receive to prepare your tax returns.
- Submit your second gift within 60 days of second year approval from the state.

This is your chance to make a significant gift to the Prep at little to no cost to you. Please consider taking advantage of this incredible opportunity to support our students.

If you need more information, please contact **Patti Killeen, pkilleen@sjprep.org, 267-238-1344.**

Thank you for supporting Saint Joseph's Prep students!