



Merion Mercy Academy Educational Improvement and Opportunity Scholarship Tax Credit

You can transform your **INDIVIDUAL** or **BUSINESS PA** State Taxes into need-based scholarships.

It may sound “too good to be true” but it is easy to redirect your state tax payment to Merion Mercy Academy, directly supporting our tuition assistance program.

Welcome to the EITC/OSTC Program

Merion works with two organizations to assist in acquiring credits or you can apply on your own by reviewing information at www.dced.pa.gov and click programs.

State Taxes paid per year
\$5,000 or more (up to \$750,000)



blocs.org/tax-credit-program-overview
Contact: Jim Downey at jdowney@blocs.org

State Taxes paid per year **\$1,000 or more**



www.foundationfce.org/eitcostc
Contact: Kevin Kelly kkelly@foundationfce.org

1- or 2-year commitment required

Trust the Process

A Special Purpose Entity (SPE) is a pass-through partnership that exists to allow individuals’ Pennsylvania personal tax liability to flow through it — allowing them to participate in the EITC or OSTC programs. Joining an SPE enables Pennsylvania taxpayers the ability to receive a credit up to 90% of the donation amount as well as a federal charitable tax deduction.

STEP 1

You answered the questions – you are ready to make a difference!

STEP 2

Contact BLOCS or the Foundation to complete the form.

STEP 3

Send your generous amount to the SPE for processing.

STEP 4

Receive confirmation from SPE and receive your tax credit.

STEP 5

Reduce your PA taxes, take your charitable contribution and celebrate the impact you have made at MMA.



Your Merion Mercy Business Development Team can help with the intro. Email us – LDowd@merion-mercy.com

It may be a good idea to give your accountant a “heads up” that a good deed is happening so they can prepare for the credit

Appendix – Eligible State Taxes

- Corporate Net Income Tax
- Capital Stock/Foreign Franchise Tax
- Malt Beverage Tax
- Personal Income Tax — Sub-chapter s-corporations and other “pass-through” entities will be able to use the credit against the shareholder, member or partners’ PA personal income taxes
- Bank and Trust Company Shares Tax
- Insurance Premiums Tax (excluding surplus lines, unauthorized, domestic/foreign marine)
- Mutual Thrift Institutions Tax
- Title Insurance Companies Shares Tax
- Retaliatory Fees under section 212 of the insurance company Law of 1921

