PENNSYLVANIA EDUCATION TAX CREDITS

STUDENT SCHOLARSHIP PROGRAM

Special Purpose Entities (SPE): An Extension of Your Development Program
PRESENTATION
OVERVIEW

Creating the Case

Connecting with Contributors

Charting the Calendar

Collecting Scholarship Contributions
CREATING THE CASE

Articulating the Need: The important role of financial aid and the opportunity to fully fund the financial aid program through state tax credits

Giving What is Already Spent: SPEs allows taxpayers to give money they already spend on taxes toward a need-based scholarship

Controlling the Uncontrollable: SPEs allow taxpayers to control and designate where their tax money goes (a student in need)

Prioritizing Contributions: SPEs allow taxpayers to contribute to that which they prioritize and value (Students vs. the State House)

Multiplying One’s Contribution: Giving to the school through an SPE multiplies one’s contribution 10x
TAX CREDIT CONTRIBUTION CONCEPT ILLUSTRATION

Giving w/o Tax Credit Program Participation

Giving through Tax Credit Program Participation

Multiply & Match Your Giving to Reflect Your Priorities
CONNECTING WITH CONTRIBUTORS
MOVING FROM CONCEPT TO CONTRIBUTION

Grab Their Attention: Through email blasts, announcement at meetings, casual but intentional conversations, etc., peak their interest about giving their state taxes to the school.
TAKE **CONTROL** OF YOUR PA STATE TAX DOLLARS AND **FUND SCHOLARSHIPS** FOR FAITH-BASED EDUCATION.

Change the lives of local school children by taking advantage of a Pennsylvania program that allows a 90% state tax-credit for your contribution.
CONNECTING WITH CONTRIBUTORS
MOVING FROM CONCEPT TO CONTRIBUTION

Grab Their Attention: Through email blasts, announcement at meetings, casual but intentional conversations, etc., peak their interest about giving their state taxes to the school.

Get an Opportunity to Converse: E-mail and most likely a conversation allows for you to have a more detailed, interactive conversation concerning the tax credit program, navigating the complexities.

Guide Contributor through the Process: From introduction to submitted joinder, guide the contributor through the entire process and project ahead what they will experience.
TAX CREDIT PROGRAM – A CONCEPTUAL ILLUSTRATION

• A School Supporter owes the State $1,000 in PA Personal Income Taxes
• The School Supporter contributes that amount ($1,000) to the SPE
• The School Supporter receives back from the SPE a 90% Tax Credit ($900)
• The School receives a $950 in Need-based Scholarship
CHARTING THE CALENDAR (DONOR)

- Reserve Tax Credits (January through October)
- Complete Joinder & Make Contribution (September through December)
- Receive K-1 from SPE (February)
- File Taxes - Including K-1 (Early)
Filing PA Schedule OC

PA-40 2018

OFFICIAL USE ONLY

Social Security Number (shown first)

12. PA Tax Liability. Multiply Line 11 by 2.97% percent (0.0297).

13. Total PA Tax Withheld. See the Instructions.


15. 2018 Estimated Installment Payments. Fill in each if including Form REV-585B.


17. Nonresident Tax withheld from your PA Schedule(s) REV-4 (Nonresident only).

18. Total Estimated Payments and Credits. Add Lines 14, 15, 16, and 17.

19. Tax Forgiveness Credit. Subtract PA Schedule SP.

20. Total Payments and Credits. Add Lines 18, 19, 21, and 22.

21. Use Tax. See the Instructions. Enter the amount from your PA Schedule SP.

22. Nontaxable Income. Subtract PA Schedule SP.

23. Total Other Credits. Subtract PA Schedule SP.


25. USE TAX. See the Instructions. Enter the amount from your PA Schedule SP.

26. TOTAL PAYMENT DUE. See the Instructions.

27. OVERPAYMENT. If Line 26 is more than the total of Line 12, Line 26 and Line 27 enter the difference here.

28. Refund - Amount of Line 26 you want to be returned is Line 27.

29. Credit - Amount of Line 28 as a credit to your 2019 estimated account.

30. Refund donation line. Enter the organization code and donation amount.

31. Refund donation line. Enter the organization code and donation amount.

32. Refund donation line. Enter the organization code and donation amount.

33. Refund donation line. Enter the organization code and donation amount.

34. Refund donation line. Enter the organization code and donation amount.

35. Refund donation line. Enter the organization code and donation amount.

36. Refund donation line. Enter the organization code and donation amount.

37. Refund donation line. Enter the organization code and donation amount.

38. PA Educational Improvement Tax Credit.

39. PA Opportunity Scholarship Tax Credit.

40. Other PA Tax Credits.

41. PA Tax Credits other than PA Schedule SP.

42. Total PA Other Credits. Add Lines 1 through 20. Enter the total here and on Line 27 of Form PA-40 or Line 10 of Form PA-41.
<table>
<thead>
<tr>
<th>Step</th>
<th>Details</th>
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</thead>
<tbody>
<tr>
<td>Reserve Tax Credits</td>
<td>(January through October)</td>
</tr>
<tr>
<td>Complete Joinder &amp; Make Contribution</td>
<td>(September through December)</td>
</tr>
<tr>
<td>Receive K-1 from SPE</td>
<td>(February)</td>
</tr>
<tr>
<td>File Taxes - Including K-1</td>
<td>(Early; Don’t Wait to April 15th)</td>
</tr>
<tr>
<td>Receive Refund</td>
<td>(Mid-Summer to Fall)</td>
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CHARTING THE CALENDAR (THE SCHOOL)

- Promote Program & Secure Commitments (January through October)
- Secure Joinders and Checks (September through December)
- “Trust but Verify” (September through December 31)
- Request Scholarships (January)
- Receive & Record (February)
COLLECTING CONTRIBUTIONS
“TRUST BUT VERIFY”

Track All Fall: Communicate with potential contributors and with SPE Directors to ensure that reservation forms, joinders, and ultimately checks are submitted and received. Verify totals by start of new tax year.

Request Early: Prepare scholarship request early by assigning scholarships to pre-qualified students and submit requests to SPE.

Thanks Donors: Be sure to communicate to the community at large and to donor specifically your gratitude and the impact of their participation. Use the thank you to expand participation.
SCHOLARSHIP SUCCESS STORIES

FAITH-BASED EDUCATION CHANGES A CHILD'S LIFE FOREVER
Central Pennsylvania Scholarship Fund
Tami Clark or Randy Tarpey
227 Jefferson Avenue
Tyrone, PA  16686
Phone - (814)682-9035
t.clark@hksickler.com

Forms/Check:  Due by Dec. 15
Minimum Participation:  $3,500 (100% to CSAGH)

ACSI Children’s Tuition Fund of PA
Attn: Tonia Harding
731 Chapel Hills Drive
Colorado Springs, CO  80920
Phone – (717)-285-3022, ext. 1
Catherine_Long@acsi.org

Have questions? We have answers.

Phil Puleo | Superintendent
717.545.3728 | phil.puleo@csagh.org
PENNSYLVANIA
EDUCATION
TAX CREDITS

STUDENT SCHOLARSHIP
PROGRAM

CSAGH
Christian School Association of Greater Harrisburg

Special Purpose Entities (SPE):
An Extension of Your Development Program

ACSI