









New Hope Ministries Pennsylvania Tax Credit Comparison Chart

New Hope Qualifying Programs	Neighborhood Assistance Program (NAP) Charitable Food Program	Educational Improvement Tax Credit (EITC) Educational Improvement Organizations	Educational Improvement Tax Credit (EITC) Pre-K Scholarship Organizations
Credit percentage	55%	90% for two year commitment or 75% for one year commitment	100% on first \$10,000 gift; 90% after that
Prior DCED approval for business required?	No ; however DCED requires a letter and tax compliance form. Contact New Hope Ministries.		
Business application date for approval	New Hope administrators	May 15th for returning applicants; July 1 for new applications	May 15th for returning applicants; July 1 for new applications
Multi-year commitment required?	X	Yes , in order to receive 90% tax credit rate	No , but there is an option to choose two years to allow for an earlier application date in the following year
Can C Corporations utilize the credit against CNI tax?			
Can the credit be carried forward to another year if the business does not have enough tax liability to use it all in one year?	Yes , for up to five years (see pass-through utilization below).	No , the credit is "use it or lose it"	No , the credit is "use it or lose it"
Can the credit be "passed through" to an owner of an S Corporation or partnership to utilize on the owner's PA 40?	Yes (Once the credit is passed through to its owners, it must be used that year. Therefore, credit should not be passed through until desired year of utilization).		
Can the credit be sold or transferred to another party?		X	X
Credit limit for any one business on an annual basis?	Contact New Hope Ministries.	\$750,000 in total for all EITC programs	\$200,000 for Pre-K EITC
Is a contribution given under this program eligible for the "gifts to charity" deduction for Federal income tax purposes?	After tax reform, a partial Federal charitable deduction may still be available. Consult your tax advisor for your tax specific situation.		

PLEASE NOTE: This outline is offered as helpful tax information for businesses. Businesses should consult with their tax advisor as to the applicability of these opportunities.