



Foundation For Catholic Education 

Foundation
for Catholic Education
EITC / OSTC 2017-18



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If you could help reduce tuition for a family
sending their children to a Catholic School,
would you do it?

Here's how easy it is!

Participate in

EITC / OSTC / SPE


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Pennsylvania Educational Tax Credit Programs

- Pennsylvania offers educational tax credits known as the **Educational Improvement Tax Credit (EITC)** or the **Opportunity Scholarship Tax Credit (OSTC)**.
 - The EITC program offers the donor a PA tax credit of 90% for a 2 year commitment.
 - Contributions to OSTC provide tuition assistance to eligible students residing within the boundaries of a low-achieving school and allows them to attend another school.
 - A low-achieving school is defined as a school ranking in the bottom 15% based upon combined math and reading scores from the Pennsylvania System of School Assessment (PSSA) tests.
- **Special Purpose Entities (SPE's)** are authorized to allow individuals (vs. businesses) to participate in the tax credit programs and gain access to EITC / OSTC tax credits.


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Two Ways to Participate!

Businesses	Individuals
<p style="text-align: center;">PA businesses can contribute up to \$750,000 to the program. C-Corps, S-Corps, LLCs and Limited Partnerships are eligible to participate.</p> <ul style="list-style-type: none"> ➤ Available to Those Who Do Business in PA ➤ Receive a 75% Credit for 1-Year Commitment or 90% Credit for 2-Years New Businesses Can Apply by July 1st ➤ Designate to a Catholic School of Your Choice 	<p style="text-align: center;">Individuals with a tax liability can now join a Special Purpose Entity (SPE) to take full advantage of the PA EITC programs.</p> <ul style="list-style-type: none"> ➤ Use the Credit for Your Personal PA Taxes ➤ 90% Tax Credit for a 2-Year Commitment ➤ Currently Recruiting Members ➤ Designate to a Catholic School of Your Choice

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EITC/OSTC Application Assistance Form

Company Information

Company Name: _____

Type of legal entity: _____
 ("C" corp, Partnership, LLC, etc.)

Federal Employers id Number: _____

NAICS Code: _____

PA Revenue Tax Box # _____

Is the entity incorporated in PA? Yes No

Is the entity registered to do business in PA? Yes No

CEO: _____

Municipality: _____

County: _____

Donor's Fiscal Year End: _____

Contact Information

Name: _____ Title: _____

Email: _____ Phone: _____

Address: _____

Program Selection: EITC OSTC

Apply for alternate funding if tax credits are depleted in my program selection?
 Yes No


Commitment Selection: Year 1 of 1 Year 1 of 2 Year 2 of 2

Requested Amount of Donation: _____

Designation: _____

You can find the online application at <http://www.oca.archdiocese.pa.us/> or submit this completed form to the Foundation.

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What is SPE 2017-18?

- **The SPE 2017-18 program**, is a “Special Purpose Entity” (SPE) created by PA to apply for and utilize the EITC/OSTC program.
- **The purpose of the SPE is to be:** the vehicle for directing EITC/OSTC funds to families sending their children to our Catholic schools.
- **SPE 2017-18** can provide families with an average tuition assistance of \$1,000. An individual who contributes to SPE 2017-18 can help multiple families across the Archdiocese.
- **SPE Members** receive a 90% PA Tax Credit for a Two Year Commitment

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2 To Join the SPE 2017-18:

- Review the **SPE Operating Agreement & Disclosure** documents
- Sign the **“SPE Commitment to Contribute”** form
- Return signed Commitment document to Judi Neeld:
 - o Hand in tonight!
 - o Email: jneeld@foundationforcatholiceducation.org
 - o Mail: Attn: Judi Neeld, 1373 Enterprise Drive, West Chester PA 19380
 - o Must complete the above by **June 15, 2017** to participate.

No payment is required until the Tax Credit is approved by the state in the November timeframe.

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SPE Commitment to Contribute
Catholic Education 2017-2018-A, LLC

I agree to contribute the sum of \$ _____ per year to the above SPE in years 2017 and 2018. I understand that the SPE will provide me with a final Operating Agreement next month. I also understand that my commitment to the SPE will not be final until I agree and sign the SPE's Operating Agreement. My contact information is as follows:

Member Name: _____

Parish: _____

Home Address: _____

E-Mail: _____

Phone Number: _____

Designation Information

Amount of Designated Contribution: \$ _____


Schools Designating Contribution to: _____

Amount of Undesignated Contribution: \$ _____

Would you like to donate 20% of your contribution to your county for strategic allocation?

Yes No

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SPE 2017-18, it just takes a few easy steps!

3 The Foundation for Catholic Education submits the SPE 2017-18 application to the State of PA on July 1, 2017.

4 The State of PA notifies the SPE 2017-18 of approval in the November 2017 timeframe.

- The Foundation will notify all SPE members of the approval status.
- If approved, SPE members remit their contributions to the SPE within 30 days.
- If the SPE is not approved, the SPE members are not required to make the payment, the SPE may apply again the following year.

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SPE 2017-18, it just takes a few easy steps!

5 In early 2018, SPE members complete their personal PA-40 Tax form and enter their EITC / OSTC tax credit.

- The SPE will forward the K-1 Tax Credit to the members
- The Tax credit is 90% of the SPE member's contribution as approved by the State of PA (2 Year Commitment).
- **For example**, a \$1,500 contribution equals a \$1,350 Tax credit (K-1).
- The Tax credit is a reduction in your PA Tax liability for 2017 (Line 23 of PA 40).

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SPE 2017-18 Scenario: Earning \$50,000

PA-40 2016 (6-10) (F) 1600210056
Social Security Number (shown here)

12 PA Tax Liability: Multiply Line 11 by 2.57 percent (0.0257)	12	1,600.00
13 Total PA Tax Withheld: See the instructions	13	1,600.00
14 Credit from your 2015 PA Income Tax return	14	
15 2016 Estimated Installment Payments: FICA and F including Form REV-4596	15	
16 2016 Extension Payment	16	
17 Nonresident Tax Withheld from your PA Schedule(s) (RR-1, (Domestic only))	17	
18 Total Estimated Payments and Credits: Add Lines 14, 15, 16 and 17	18	0.00
19a Progression Credit: Submit PA Schedule SP	19a	
19b Filing Status: <input type="checkbox"/> Married <input type="checkbox"/> Married <input type="checkbox"/> Deceased	19b	
20 Total Rightly yours from Part C, Line 11, PA Schedule SP	20	
21 Tax Forgiveness Credit from Part D, Line 16, PA Schedule SP	21	90% Tax Credit
22 Resident Credit: Submit your PA Schedule(s) G.C. and/or BK-1	22	
23 Total Other Credits: Submit your PA Schedule OC	23	1,350.00
24 TOTAL PAYMENTS and CREDITS: Add Lines 12, 13, 21, 22 and 23	24	1,350.00
25 USE TAX: Due in install, full order or full-order payments. See the instructions	25	
26 TAX DUE, if the total of Line 12 and Line 25 is more than Line 24	26	150.00
27 Penalties and interest: See the instructions for additional information. FICA and F including Form REV-1630/REV-1630A	27	
28 TOTAL PAYMENT DUE: See the instructions	28	150.00
29 OVERPAYMENT: If Line 24 is more than the total of Line 12, Line 25 and Line 27 or the difference here	29	
30 Refund - Amount of Line 29 you want as a check mailed to you: REFUND	30	
31 Credit - Amount of Line 29 you want as a credit to your 2017 estimated account	31	
32 Refund distribution line: Enter the organization code and duration amount. See the instructions.	32	
33 Refund distribution line: Enter the organization code and duration amount. See the instructions.	33	
34 Refund distribution line: Enter the organization code and duration amount. See the instructions.	34	
35 Refund distribution line: Enter the organization code and duration amount. See the instructions.	35	
36 Refund distribution line: Enter the organization code and duration amount. See the instructions.	36	

PLEASE DO NOT CALL ABOUT YOUR REFUND UNTIL SEVEN WEEKS AFTER YOU FILE.

1600210056

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SPE 2017-18 Scenario (Withholding): Earning \$50,000

PA-40 2016 (6-10) (F) 1600210056
Social Security Number (shown here)

12 PA Tax Liability: Multiply Line 11 by 2.57 percent (0.0257)	12	1,500.00
13 Total PA Tax Withheld: See the instructions	13	1,500.00
14 Credit from your 2015 PA Income Tax return	14	
15 2016 Estimated Installment Payments: FICA and F including Form REV-4596	15	
16 2016 Extension Payment	16	
17 Nonresident Tax Withheld from your PA Schedule(s) (RR-1, (Nonresident only))	17	
18 Total Estimated Payments and Credits: Add Lines 14, 15, 16 and 17	18	0.00
19a Progression Credit: Submit PA Schedule SP	19a	
19b Filing Status: <input type="checkbox"/> Married <input type="checkbox"/> Married <input type="checkbox"/> Deceased	19b	
20 Total Rightly yours from Part C, Line 11, PA Schedule SP	20	
21 Tax Forgiveness Credit from Part D, Line 16, PA Schedule SP	21	90% Tax Credit
22 Resident Credit: Submit your PA Schedule(s) G.C. and/or BK-1	22	
23 Total Other Credits: Submit your PA Schedule OC	23	1,350.00
24 TOTAL PAYMENTS and CREDITS: Add Lines 12, 13, 21, 22 and 23	24	2,850.00
25 USE TAX: Due in install, full order or full-order payments. See the instructions	25	
26 TAX DUE, if the total of Line 12 and Line 25 is more than Line 24	26	
27 Penalties and interest: See the instructions for additional information. FICA and F including Form REV-1630/REV-1630A	27	
28 TOTAL PAYMENT DUE: See the instructions	28	0.00
29 OVERPAYMENT: If Line 24 is more than the total of Line 12, Line 25 and Line 27 or the difference here	29	1,350.00
30 Refund - Amount of Line 29 you want as a check mailed to you: REFUND	30	1,350.00
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PLEASE DO NOT CALL ABOUT YOUR REFUND UNTIL SEVEN WEEKS AFTER YOU FILE.


1600210056

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How can you help?

If you give \$3,000 to the SPE you can help at least 3 families afford a Catholic Education!

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SPE 2017-18: Benefits to Catholic Schools

With 100 Participants

➤ Individuals participating in the SPE	100
➤ Average Contribution Amount	\$3,000
➤ Total Tuition Assistance for Catholic Schools	\$300,000

Help 300 families afford a Catholic Education


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SPE 2017-18:

To Date we have
\$330,300 committed
by 62 individuals
Our Goal: \$250,000


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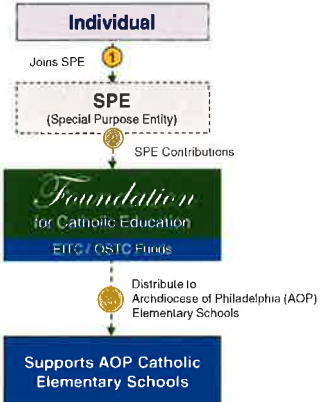
SPE 2017-18: Critical Dates

	May-17 / Jun-17	Jul-17	Oct-17	Nov 1, 2017	Dec-17	Feb-18	Feb/Mar 18	April / May	June / July
Individuals	Commits to SPE and signs Operating Agreement			Writes Check to SPE		Receives 2017 PA K-1 reflecting SPE tax credit	Files tax return and utilizes SPE credit		
SPE		Applies to State for Education Credits	Notification of SPE Credit		Contribution to Foundation and Notification to State	2017 Tax Return Completed and produces K-1's			
State			State Awards SPE Educational Credits				State acknowledges SPE Contribution		
Foundation					Receipt of SPE Contribution			Distribution of tuition assistance Schools across the Archdiocese	
Schools								Receipt Tuition Assistance from Foundation	Allocations Tuition Assistance to Students/Families

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SPE 17-18: Funds Distribution



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graph TD
    Individual[Individual] -- Joins SPE --> SPE[SPE  
(Special Purpose Entity)]
    SPE -- SPE Contributions --> Foundation[Foundation  
for Catholic Education  
ETC / OSTC Funds]
    Foundation -- Distribute to  
Archdiocese of Philadelphia (AOP)  
Elementary Schools --> Schools[Supports AOP Catholic  
Elementary Schools]
  
```

Over \$4 Million distributed to Schools / Families in last 7 years

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Foundation Special Purpose Entities (SPE)

- **Catholic Education 2015-16, A, LLC, Renewed for two more Years (2017-19)!**
 - Approved for \$255,500 in OSTC
 - The SPE consists of 26 members
 - Commitment is 2 years

(School Year 2015-16 and 2016-17)

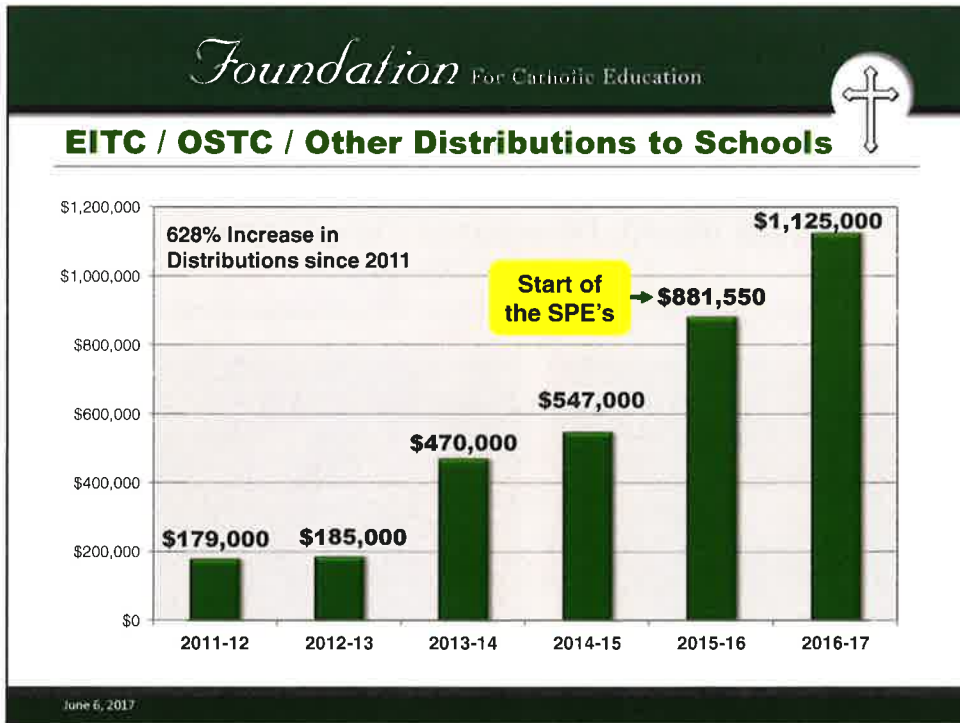
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Foundation Special Purpose Entities (SPE)

- **Catholic Education 2016-17, A, LLC**
 - Approved for \$136,760 in EITC
 - The SPE consists of 28 members
 - Commitment is 2 years
(School Year 2016-17 and 2017-18)

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**In Summary, by participating in the
EITC / OSTC Programs you will...**

- 1. Receive a 90% PA Tax Credit**
- 2. Receive a Federal Tax Deduction**
- 3. Provide Tuition Assistance to Catholic
School families across the Archdiocese.**

So why not participate?



Contact Information

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E-mail: jneeld@foundationforcatholiceducation.org

