BREAKDOWN OF ACTUAL COST TO INVESTORS

ASSUME INCOME OF $50K

PA tax of 3.07% = $1,535 in state tax liability

EITC Investment to The Silver Academy of $1,535 at 90% credit = $1,381.50 in credit

Actual Cost to Investor = $153.50

Benefit to The Silver Academy = $1,535

ASSUME INCOME OF $100K

PA tax of 3.07% = $3,070 in state tax liability

EITC Investment to The Silver Academy of $3,070 at 90% credit = $2,763 in credit

Actual Cost to Investor = $307

Benefit to The Silver Academy = $3,070

ASSUME INCOME OF $250K

PA tax of 3.07% = $7,675 in state tax liability

EITC Investment to The Silver Academy of $7,675 at 90% credit = $6,907.50 in credit

Actual Cost to Investor = $767.50

Benefit to The Silver Academy = $7,675

INVESTMENT TO THE PRE-K PROGRAM AT THE BRENNER FAMILY EARLY LEARNING CENTER

EITC awards dollar-for-dollar tax credits applicable against the taxpayers tax liability at either 90% or 100% for investments in the Brenner Family Early Learning Center, depending upon the timing of the contribution and the party making the contribution. Investments under $10,000 to the Pre-K Program at the ELC by businesses that are approved directly through DCED or by individuals that participate in certain SPEs are refunded at 100% and therefore incur no cost to the investor. Certain restrictions apply.

EITC participants are also permitted to deduct the un-credited portion of their investment as a charitable contribution on their federal income taxes. Depending upon the investor’s tax bracket, this could reduce the final out-of-pocket cost by an additional few percentage points.