



# Children's Tuition Fund

## PA Educational Tax Credits

### Individual

(Business owners or employees of a business join special purpose entity)



### Special Purpose Entity

(Selected special purpose entity is a business)

### Businesses

(C Corporations, S Corporations, Single or Multiple Owner LLC's)



Business applies to Pennsylvania for tax credits



Approval of tax credits to all businesses



Individuals give to special purpose entity  
Businesses give to scholarship organization



How are tax credits applied for individuals?



How are tax credits applied for businesses?



### Special Purpose Entity

All tax credits pass-through to individual members of the special purpose entity toward personal tax liability (K-1)



### S Corporations & LLC's

Businesses may apply tax credits to business tax liability or pass-through some or all of the tax credits to the owner's tax liabilities (Rev 1123)

### C Corporations

All tax credits are applied to business tax liability.

**Get started today!** Contact Catherine Long at 717-285-3022 or email [Catherine\\_Long@acsi.org](mailto:Catherine_Long@acsi.org)  
731 Chapel Hills Drive, Colorado Springs, CO 80920



# Children's Tuition Fund

## Children's Tuition Fund of Pennsylvania Scholarship Partners, LLC

### Individual Member Eligibility

1. Work for a business or own a business (but not a sole proprietor)
2. Does not work for a non-profit or a government entity (possible exceptions)
3. Has a minimum tax liability of at least \$1,000 each year
4. Minimum commitment level is \$1,000 for each year
5. Commits to participate and contribute for 2 years
6. Signs a Joinder Agreement by the closing date

### What Do I Do Now?

#### First Year

1. Determine your Personal Tax Liability (PA-40)
2. Review and Sign the Operating Agreement/Joinder
3. E-mail the signed Operating Agreement to [Catherine\\_Long@acsi.org](mailto:Catherine_Long@acsi.org)
4. Contribution is Due when the state approves the SPE application (check with us)
5. Receive a K-1 Tax Form from CTF of PA Scholarship Partners, LLC, and give to your tax preparer or accountant.

#### Second Year

1. Review and Sign Contribution Agreement
2. Email Agreement to CTF of PA Scholarship Partners, LLC
3. Contribution Due by closing date
4. Receive a K-1 Tax Form from CTF of PA Scholarship Partners, LLC, and give to your tax preparer or accountant.

**For more information contact Children's Tuition Fund of PA**

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