Pennsylvania Tax Credit Information Sheet
You have to pay taxes – why not redirect them to the Prep!

Individuals and businesses can redirect their state tax dollars to Saint Joseph’s Prep through the Educational Improvement Tax Credit (EITC) and Opportunity Scholarship Tax Credit (OSTC) programs. These redirected tax dollars provide financial aid for qualified students from lower income families.

The financial aid need at the Prep is greater than ever and the process is easy! You can donate your Pennsylvania taxes by joining a Scholarship Special Purpose Liability Company, (LLC).

As a participant in a scholarship LLC you will receive a 90% Pennsylvania tax credit when you make a commitment for two years. Donors who make a one year commitment will receive a 75% tax credit.

How does it work?

1. An individual or company who wishes to support financial aid at the Prep becomes a member of a scholarship LLC by making a 2 year commitment to the LLC, signing the operating/partnership agreement and making their first capital contribution to the partnership.

2. The LLC will then receive tax credits equal to 90% of the donation amount. These credits will be distributed on a K-1 according to each member’s % interest in the LLC. These credits can then be applied to your PA tax liability by your accountant. There may also be additional benefits to your Federal Tax liability. We suggest consulting with your tax advisor to maximize your overall potential tax savings.

3. This same procedure is followed for the second year of the member’s commitment.

4. St. Joseph’s Prep receives your Pennsylvania tax dollars for the benefit of our students!

The timing of the above depends upon the date you join the partnership or LLC.

The Prep has its own partnership for the purpose of obtaining tax credits for financial aid and partners with several organizations for tax credits.

This is an opportunity to make a significant gift to financial aid at the Prep at little cost to you. Please consider taking advantage of this incredible opportunity to support our students as our need is greater than ever.

For more information, please contact Patti Killeen, pkilleen@sjprep.org, 267-238-1344.

Thank you for supporting Saint Joseph’s Prep students!