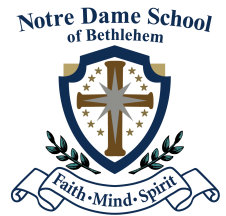


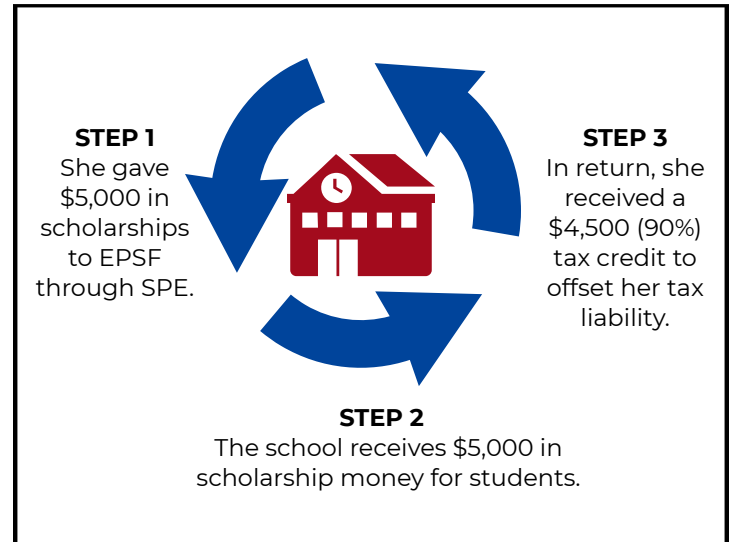
# Special Purpose Entities

Turning your PA Tax Liability into Scholarships for Catholic Education



## How does it work?

The State of Pennsylvania offers Educational Income Tax Credit (EITC) programs that re-direct your tax dollars to education. For example, "Jane Taxpayer" expected to owe \$4,500 to Harrisburg in PA Tax Liability. See how it works:



## What is a Special Purpose Entity (SPE)?

The SPE program is open to "Accredited Investors" meaning those having either:

- Minimum Individual income of \$200,000 (in each of the two most recent tax years.)
- Minimum Joint Income of \$300,000 (in each of the two more recent tax years.)
- OR Minimum Net Worth of \$1,000,000 (excluding primary residence).

The Eastern Pennsylvania Scholarship Foundation (EPSF) of Allentown Diocese issues scholarships, helping families to provide a Catholic education for their children. Special Purpose Entities (SPE) are Limited Liability Companies specifically created by EPSF to allow individuals to participate in State Educational Income Tax Credit programs - programs that in the past were reserved for business firms.

Ask your accountant to review prior PA-40 tax forms to estimate your 2019-2020 tax liability. For income \$146,580 or greater subject to PA income tax, the minimum tax liability would be \$4,500. SPE contributions allow you to offset potential tax liability. Minimum SPE member contributions are \$5,000 for two years.

Contact us for more information! If you think you know someone who is eligible or may be interested, please share this flyer and help us give the gift of Catholic education!

**The  
time to  
join is  
NOW!**

**Contact John Fierro for more information!**

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## FAST FACTS

- The EPSF of the Allentown Diocese received over \$1 million in SPE funding in 2018.
- Through EPSF Scholarships, donors directed a total of \$35,900 toward Notre Dame of Bethlehem students for the 2019-2020 school year.
- The EPSF has been approved to receive \$1.4 million in tax credits for 2020, but we need more donors to make it happen!

## HOW YOUR CONTRIBUTION HELPS OUR STUDENTS

- Enabling the school to offer increased financial aid awards to more families.
- Helping us to keep tuition costs as low as possible and to increase the affordability of Catholic education.