



Greene Towne Montessori School

INDIVIDUAL GIVING THROUGH THE PA EITC PROGRAM

The Educational Improvement Tax Credit (EITC) program has long been a way for Pennsylvania-based businesses to direct their tax dollars to non-profits.

Now individuals can participate in the EITC program by directing donations through a Special Purpose Entity – an LLC that passes donations to a non-profit. **Greene Towne Montessori School is excited to announce that we will participate in an LLC called “The Montessori Network Scholarship” along with The Montessori School in Dresher, PA. We already have approved credits.**

This means that individuals can now direct their support to Greene Towne Montessori through the EITC program that has previously been open to PA businesses only. Funds donated through EITC are allocated to financial aid at Greene Towne. In 2017-18, 27 students are receiving a Greene Towne education because of our financial aid program.

How does it work?

- Interested donors make a gift to the LLC. There are minimum income requirements to qualify: \$200,000 (single) or \$300,000 (joint) OR net worth of \$1,000,000 or more, excluding the primary residence.
- The minimum gift amount to participate is \$5,000. The gift is made to the LLC.
- The donor becomes a shareholder of the LLC and receives a K-1 tax form to file with their tax return.
- The commitment is for 2 years.
- The donor can claim a 90-100% PA tax credit for the donation amount. You may also qualify for a federal tax deduction for the donation. Please consult your tax professional.

SAMPLE GIFT ILLUSTRATION

PA Taxable Income of the Donor	\$293,160
PA Tax of the Donor	\$9,000
DONATED AMOUNT	\$10,000
PA State Tax Credit 90%	\$9,000
Federal Charitable Deduction 33%	\$330
Cash Out from Donor	\$10,000
Tax Savings	\$9,330
NET COST TO DONOR	\$670

If you are interested in participating or learning more, please contact us and we will review the process and timeline with you. Note that there is a hard deadline of February 1, 2018 for donations.

Contact Scott Deitz (Trustee and Development Chair) at sadeitz@comcast.net, Bonnie Clark (Director of Development) at bclark@gtms.org or Donna Kyle (Director of Finance) at donnakyle@comcast.net