

Pennsylvania Scholarship Tax Credit Program

Who benefits from the program — and who can donate to support scholarships?



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Who Are the Beneficiaries?

The main beneficiaries are eligible K–12 students and families seeking tuition support through approved scholarship organizations.



2

EITC Beneficiaries

Under EITC, scholarships generally help income-eligible students attend participating nonpublic schools.

- EITC = Educational Improvement Tax Credit
- Focus: broader scholarship support



3

OSTC Beneficiaries

Under OSTC, scholarships are targeted to eligible students who live in the attendance boundary of a low-achieving public school.

This is a more targeted scholarship pathway.



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What Do Scholarships Help Pay For?

Scholarships help cover tuition and eligible school-related costs at participating schools, subject to program rules and available funding.

- ✓ Tuition support
- ✓ Participating schools
- ✓ Funding is limited



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Who Can Donate?

The program is designed mainly for eligible Pennsylvania businesses and certain pass-through entities that apply for tax credits through DCED.

- Businesses
- S corporations
- Partnerships / LLCs



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Do Donors Receive Tax Credits?

Yes. Eligible business donors can receive a Pennsylvania state tax credit when they contribute to approved organizations under EITC or OSTC.

- ✓ 75% credit = 1-year commitment
- ✓ 90% credit = 2-year commitment
- ✓ Up to \$750,000 annual credit

Important Reminders



Students and families benefit



Businesses are the main donors



Credits are limited



Use approved organizations only



Business



Approved Organization



Scholarship



Student / Family



Participating School