

# Overview of Pennsylvania Tax Credits

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## **Keystone Innovation Zone Tax Credit (KIZ):**

Tax Credit up to \$100,000 for manufacturing or technology companies that are less than 8 years old and located within a State designated Keystone Innovation Zone. Credits can be transferred/sold to 3rd party, and can be carried forward for up to five years.



## **Pennsylvania Research & Development Tax Credit:**

Tax credit (unlimited) for all types of companies that build, design, manufacture, or improve a process. Credits can be transferred/sold to 3rd party, and can also be carried forward for 15 years.



## **Pennsylvania Enterprise Zone Tax Credit (EZTC)/Keystone Main Street:**

Tax credits up to \$500,000 for purchasing or improving properties within a State designated Enterprise Zone or Keystone Main Street. Credits can be transferred/sold to a 3rd party, and can also be carried forward for five years.



## **Pennsylvania Historic Preservation Tax Credit:**

Tax credits up to \$500,000 for qualified taxpayers who will be completing the restoration of a qualified historic structure into an income-producing property. Credits can be transferred/sold to 3rd party, and can be carried forward for 7 years.



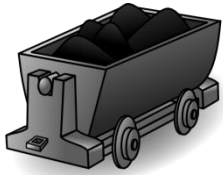
## **Pennsylvania Film Production Tax Credit:**

\$65 million available in 2017-2018 fiscal year to provide incentives for filmmakers to produce films and television shows in Pennsylvania. Credits can be transferred/sold, and can be carried forward for 3 years.



## **Neighborhood Assistance Program (NAP)**

Businesses contributing to neighborhood organizations to improve distressed communities can receive a 55% tax credit. A separate sub-division of this program. The Charitable Food Program (CFP), allows for Regional Food Banks and other non-profits including food pantries, soup kitchens shelters, feeding centers or emergency food providers assisting with food shortages, and food insecurity for the homeless, victims of domestic violence and the nutritionally needy.



### **Pennsylvania Coal Refuse Energy and Reclamation Tax Credit:**

Tax credits designed to incentivize eligible facilities that generate electricity in the commonwealth to use coal refuse for power generation, control acid gasses for emission control and use ash produced by the facility to reclaim mining-affected sites. Credits may be awarded at a rate of \$4 per 2,000 pounds of qualified refuse capped at 22.2% of the available budget allocation per fiscal year.



### **Pennsylvania Concert Rehearsal and Tour Tax Credit:**

Tax credits up to \$800,000 for tour operators representing musicians for rehearsals and live musical performances within the state. Credits can be transferred/sold to 3rd party.



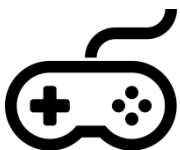
### **Pennsylvania Manufacturing and Investment Tax Credit:**

Tax credits for eligible taxpayers who are capable of increasing annual taxable payroll by a minimum of \$1 million through the creation of new full-time jobs. Credits can be awarded up to 5% of the taxpayer's increase in annual taxable payroll, and credits can be transferred/sold to 3rd party.



### **Pennsylvania Mixed Use Development Tax Credit:**

Tax credits that allow developers to access funds for construction or rehabilitation projects that enable affordable housing and business in the same structure. Tax credit availability is based on the sale of the credits from the PA Housing Finance Agency, and credits can be transferred/sold to 3rd party.



### **Pennsylvania Video Game Production Tax Credit:**

Tax credits for production expenses incurred by video game production companies. Credits may be awarded for up to 25% of qualified expenses in the first four years of production, and 10% for each year thereafter, and credits can be transferred/sold to 3rd party.