

Neighborhood Assistance Program (NAP)



Redirect Investment into Your Community

The NAP program allows businesses to redirect the value of Commonwealth tax liabilities into their communities.

EXAMPLES OF NAP INVESTORS

- Erie Insurance Group
- Marquette Savings Bank
- Erie Bank
- VooDoo Brewing
- Chivers Construction Company
- Optical Filters
- Fuller Building Group
- Chipsco, Inc.

UP TO 55% OR 75% TAX CREDIT

Final determination on Eligible Tax Credit Percentage will be based upon DCED's determination whether the CRC application is a "special program priority."

- Personal Income Tax (Via Passthrough Entity)
- Corporate Net Income Tax
- Capital Stock
- Foreign Franchise Tax
- Bank Shares Tax
- Title Insurance & Trust Company Shares Tax
- Insurance Premiums Tax (excluding surplus lines, unauthorized, domestic/foreign marine)
- Mutual Thrift Institutions Tax
- Contributions can also qualify for Community Reinvestment Act credits

PARTICIPATE IN 3 EASY STEPS



Complete a Letter of Commitment



File a Tax Compliance Form (Online)*



Ensure that the Meadville CRC receives your gift no later than June 30, 2025

* We recommend reviewing the [DCED Business Contributor Handbook](https://dced.pa.gov/download/nap-business-contributor-handbook/?wpdmdl=114159) (<https://dced.pa.gov/download/nap-business-contributor-handbook/?wpdmdl=114159>) and consulting a financial professional or tax advisor to determine relevant tax costs and benefits.

* Online Tax Compliance Form: <https://paebrprod.powerappsportals.us/EBR/DOR/Tax-Credit-Economic-Development-Clearance/>

About the NAP Tax Credit Program

Final determination on Eligible Tax Credit Percentage will be based upon DCED's determination whether the CRC application is a "special program priority." Two example scenarios are below:

ILLUSTRATIVE EXAMPLE (55% TAX CREDIT):

This is an illustrative example only. We recommend consulting with your financial professional and tax advisor to determine the relevant tax costs and benefits.

CONTRIBUTION AMOUNT	VALUE OF TAX CREDITS AND ADDITIONAL DEDUCTIONS	NET VALUE OF CONTRIBUTION
\$200,000	Eligible State Tax Credits: \$110,000 Balance eligible for State and Federal Deduction: \$90,000 <ul style="list-style-type: none">Federal Deduction (Assuming 21% Tax Rate): \$18,900State Deduction (Assume 8.49% Tax Rate): \$7,641	\$200,000 Investment in Community at a Net After Tax Cost of: \$63,000 or Over 3:1 per dollar invested

ILLUSTRATIVE EXAMPLE (75% TAX CREDIT):

This is an illustrative example only. We recommend consulting with your financial professional and tax advisor to determine the relevant tax costs and benefits.

CONTRIBUTION AMOUNT	VALUE OF TAX CREDITS AND ADDITIONAL DEDUCTIONS	NET VALUE OF CONTRIBUTION
\$200,000	Eligible State Tax Credits: \$150,000 Balance eligible for State and Federal Deduction: \$90,000 <ul style="list-style-type: none">Federal Deduction (Assuming 21% Tax Rate): \$10,500State Deduction (Assume 8.49% Tax Rate): \$4,245	\$200,000 Investment in Community at a Net After Tax Cost of: \$35,255 or Over 5:1 per dollar invested