



Pennsylvania Tax Credit Programs



	Enterprise Zone Tax Credit (EZ TC)	Keystone Opportunity Zone Abatements (KOZ Abatements)	Keystone Innovation Zone Tax Credit (KIZ TC)	Research and Development Tax Credit (R&D TC)
What is it?	Tax Credit	Tax Abatement	Tax Credit	Tax Credit
Who is Eligible?	Any private company is eligible if they have a capital investment project that is located in the designated Enterprise Zone	Businesses, property owners and residents that are located in a KOZ, KOEZ/KOIZ are eligible to receive significant state and local tax abatements	A company must be operating in the designated KIZ geographical area, it must be in the targeted industry segment for that particular KIZ, and must be in operation for less than eight years	Businesses are eligible if they are qualifying for the federal Research and Development tax credit and making research and development investments in Pennsylvania
What can it be used for?	It can be used for real property improvements such as rehab, expansion, new construction, or physical improvements to buildings or land resulting in jobs created or retained	Qualified businesses, property owners, and residents	The tax credit can be used to offset personal income tax, corporate net income tax, capital stock, or franchise tax. Targeted Industry Sectors: advanced manufacturing, information technology, renewable energy, or life sciences.	It can be used for applied research and development expenditures
Terms*	<ul style="list-style-type: none"> Tax credits equal 25% of the amount invested Up to \$500,000 total tax credits per project The credits that are received may not be carried over between tax years Credits may be sold or transferred 	<ul style="list-style-type: none"> State Taxes: Corporate Net Income, Capital Stock and Foreign Franchise, Personal Income Tax, Sales and Use, Bank and Trust Company Share, Mutual Thrift Institutions, Insurance Premiums Tax Local Taxes: Business Gross Receipts, Business Occupancy or Privilege, Local Real Property, Wage and Net Profits Taxes PA businesses relocating to a KOZ/ KOEZ must either: Increase their full-time employment by 20%, or make a 10% capital investment in the within the zone (based on year's revenue) Eligibility for benefits is based upon annual certification 	<ul style="list-style-type: none"> The company may claim a tax credit equal to 50% of the increase in that KIZ company's gross revenues in the immediately preceding taxable year that is attributable to its activities in the KIZ Company tax credit shall not exceed \$100,000 annually Tax Credit can carry forward for up to five years or company may sell the tax credit another for-profit PA company with a tax liability 	<ul style="list-style-type: none"> Applicable to CNI, CSFT, and PIT tax liability Unused credits may be carried over for up to 15 succeeding taxable years

*Additional terms may apply

All loan packages prepared by Huntingdon County Business and Industry (HCBI) Staff will be assessed fees above application fees. Any fees assessed by the Department of Community and Economic Development (DCEd), Southern Alleghenies Planning and Development Commission (SAP&DC) or any other organization will be in addition to the above listed fees. All legal, credit report and filing fees associated with the loans are the responsibility of the borrower.

Huntingdon County Business and Industry

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