



2700 Commerce Drive
Middletown, PA 17057

Phone: 717.614.8110
midwestfoodbank.org/pennsylvania

2023 TAX CREDITS
to rescue and distribute food to people in need in
partnership with Midwest Food Bank Pennsylvania.

Dear Friend:

In 2022, Midwest Food Bank Pennsylvania rescued almost \$10 million of food and distributed **free of charge** to 200+ nonprofit partners to help feed people in need. Due to inflation, economic challenges, and increasing needs, new partners are contacting us for assistance every week.

You can help us help them – and receive a tax credit for doing so!

The PA Department of Community and Economic Development (DCED) allows PA businesses to receive a **55% tax credit** for financial contributions to food banks like Midwest Food Bank Pennsylvania via the Neighborhood Assistance Charitable Foods Program. The program allows your business to make a charitable contribution to Midwest Food Bank Pennsylvania and receive a tax credit for doing so. This is not a tax deduction but rather a credit. For example,

Contribution	\$10,000
NAP Tax Credit	\$(5,500)
Net Cash Outlay	\$4,500
(before tax costs/benefits)	

This year, Midwest Food Bank Pennsylvania will be applying for CFP tax credits that, if approved, are available for use by contributing businesses. Your business can participate and support Midwest Food Bank Pennsylvania by providing a letter of intended support which will be included with our application. An attached sample letter and program summary sheet are provided. We anticipate our application and support letters will be due to the state by June 30, 2023.

Midwest Food Bank is an independent, faith-based nonprofit food bank with 10 locations throughout the country. Our Pennsylvania division opened in late 2020 to meet local needs. As a country, we waste 40% of our food supply while an increasing number of people need food assistance. MFB Pennsylvania seeks to solve this problem by rescuing, transporting, and distributing available food to our program partners – at no cost to them. Given a model that relies on volunteers and private donations, our goal is to turn every donated dollar into \$30 of food, with 99% of donations directly benefiting programs.

Please consider investing your tax dollars in Midwest Food Bank Pennsylvania. Feel free to contact me for information at 717.614.8103 or kandersonmartin@midwestfoodbank.org. Thank you for your consideration.

Sincerely,

A handwritten signature in black ink, appearing to read "Kathy Anderson-Martin", written over a light blue horizontal line.

Kathy Anderson-Martin
Executive Director, Midwest Food Bank Pennsylvania

Pennsylvania Neighborhood Assistance Charitable Foods Program (CFP)

The PA Neighborhood Assistance Charitable Foods Program (CFP) is administered by the PA Dept. of Community & Economic Development. CFP offers a 55% tax credit for contributors to approved organizations improving food security and providing food to low-income populations in distressed areas. In 2023, Midwest Food Bank Pennsylvania will be submitting an application to DCED for tax credits and support via the Neighborhood Assistance CFP program to support our efforts to rescue and distribute food to nonprofit partners that serve Pennsylvania neighbors in need.

How do I know if I/my business is eligible to participate in the NAP CFP Program?

Eligible contributors are business firms authorized to do business in PA and subject to the following taxes – Personal Income Tax (where tax credits are being passed through to shareholders), Corporate Net Income Tax; Capital Stock Foreign Franchise Tax; Bank Shares Tax; Title Insurance & Trust Company Shares Tax; Insurance Premiums Tax; Mutual Thrifts Institution Tax.

Business firms may include (1) pass-through entities, which are identified as a partnership; (2) a single-member limited liability company treated as a disregarded entity for federal income tax purposes; (3) a Pennsylvania S Corporation.

How and when does the NAP CFP Program work?

Midwest Food Bank Pennsylvania submits an application to DCED for participation in the program. We anticipate our application and support letters will be due to the state no later than June 30, 2023. Our application must include contribution letters from businesses interested in donating to MFB Pennsylvania through the NAP CFP program. We can request funds equal to the letters submitted. If selected for award (usually November/December 2023), we will notify our business contributors, who can then make their CFP donation to Midwest Food Bank Pennsylvania. MFB will acknowledge the contribution as required by DCED so the business can receive its tax credits.

What must I do to participate in CFP, support Midwest Food Bank Pennsylvania, and help feed people in need?

Provide a letter (sample attached) on your business letterhead to Kathy Anderson-Martin at Midwest Food Bank Pennsylvania and complete an Electronic Form for Tax Credits to confirm the purpose and amount of the contribution. The Electronic Form for Tax Credits can be found on the PA Dept of Revenue site <https://expressforms.pa.gov/apps/pa/revenue/Tax-Credit-Economic-Development-Clearance> Select “Neighborhood Assistance Program” as the program name and complete the form.

Questions?

Consult your accountant or financial officer with questions about your individual or business eligibility and tax liability. For questions about Midwest Food Bank Pennsylvania, our programs and services in PA, contact Kathy Anderson-Martin, Executive Director, Midwest Food Bank PA, kandersonmartin@midwestfoodbank.org or at 717.614.8103.

*****SAMPLE LETTER – ON YOUR BUSINESS LETTERHEAD*****

Email the completed letter with the information below to
Kathy Anderson-Martin, Executive Director, Midwest Food Bank Pennsylvania
kandersonmartin@midwestfoodbank.org

Date

To Whom It May Concern:

On behalf of [Company Name] (FEIN #-#####), I affirm our commitment of \$ _____
for fiscal year 2023-2024 to Midwest Food Bank Pennsylvania, 2700 Commerce Drive, Middletown PA
17057.

If the application is approved, we understand that this will be considered under the Neighborhood
Assistance Program and would receive 55% in state tax credits on this amount.

Please direct correspondence to our CFO, _____, at _____
(include email address).

We look forward to supporting Midwest Food Bank Pennsylvania and its efforts to reduce food
insecurity in our local communities.

Sincerely,

Your Name (CEO, CFO, Owner...)

Title

Company

Email Address