



**2024 TAX CREDITS
CHARITABLE FOOD TAX CREDIT OPPORTUNITY**

Dear Friend:

In 2024, Midwest Food Bank Pennsylvania **rescued and distributed \$26 million of food free of charge** to 200+ nonprofit partners to help feed 332,000 people in need. The number of people receiving food from our partners increased by 60% from the previous year. We are working hard to obtain more resources to help them – primarily by rescuing good food that would otherwise go to waste (over production/harvest, labeling mishaps, bulk commodities our volunteers repackage into family size bags, etc.), a bonus for the environment as well as people in need.

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

The PA Department of Community and Economic Development (DCED) provides an opportunity for Pennsylvania businesses to receive a **65% tax credit*** for financial contributions to food banks like Midwest Food Bank PA via the Neighborhood Assistance Charitable Foods Program. The Charitable Foods Program allows your business to make a charitable contribution to Midwest Food Bank PA 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 | \$(6,500) |
| Net Cash Outlay (before tax costs/benefits) | \$3,500 |

In 2025, Midwest Food Bank Pennsylvania will once again be applying for CFP tax credits that, if approved, are available for use by contributing businesses. In the past two years, we have received 100% of requested tax credits, a win-win for MFB PA and contributing businesses. Your business can participate and support Midwest Food Bank PA by providing a letter of intended support which will be included with our application. An attached sample letter and program summary sheet is provided. We anticipate the program will open spring 2025, with our application package due to the state soon after.

Midwest Food Bank is an independent, faith-based food bank with 10 locations throughout the country. MFB PA opened late 2020 to meet local needs. As a country, we waste 40% of our food supply, while an increasing number of people are in need of food assistance. Our goal is to rescue good food and distribute that food free of charge vs. having it go to a landfill.

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,

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 65% tax credit for contributors to approved organizations improving food security to low-income populations. In 2025, Midwest Food Bank PA 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 PA submits an application to DCED for participation in the program. We anticipate our application package will be due to the state no later than June 30, 2025. Our application must include contribution letters from businesses interested in donating to Midwest PA through the NAP CFP program. We can request funds equal to the letters submitted. If selected for award (usually November/December), we will notify our business contributors, who can then make their CFP donation to Midwest Food Bank PA.

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 PA 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 form..

Questions?

Consult your accountant or financial officer with specific 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.

*2025 program details have not yet been released by DCED. In the past, the CFP tax credit was 55%. It was increased to 65% in 2024. Complete program guidelines to be provided when available.

*****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.

We understand that this will be considered under the Neighborhood Assistance Program and would
receive 65% in state tax credits on this amount if the application is approved.

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

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

Sincerely,

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

Title

Company

Email Address