

ADP's Tax Credit Services

Tax incentives can significantly reduce your income tax liability, but are very time consuming. Are you taking full advantage of these programs?

ADP Tax Credit Services is the solution

By taking advantage of this new offering from ADP, you realize the benefits from lucrative tax credits without the burden of administering the program internally.

Maximize Tax Savings

Federal, state and local governments provide tax credits and incentives to employers based upon location and employee demographics. These credits are a dollar for dollar reduction on your annual tax returns. However, billions of dollars in tax credits go unclaimed each year. The complicated and cumbersome processes of tax credit programs deter many companies from taking advantage of these lucrative opportunities.

Potential credits include:

- **Work Opportunity Tax Credit (WOTC)**—The Work Opportunity Tax Credit (WOTC) program is designed to encourage employers to hire individuals from a list of targeted groups. Companies nationwide may claim a tax credit of up to \$2,400 per eligible employee.
- **Welfare to Work (WTW)**—The Welfare-to-Work (WTW) program focuses on transitioning long-term social assistance recipients into the workforce. Employers who hire qualified individuals may receive a tax credit of up to \$8,500 per eligible employee.
- **Federal Empowerment Zone & Renewal Community Employment Credit (EZ/RC)**—The Federal EZ/RC program provides tax credits that reduce the federal income tax liability of companies that hire individuals who live and work in geographically designated urban and rural areas. New, existing, or relocated business that operate in an EZ/RC may claim a tax credit of up to \$3,000 per eligible employee.

How it works

For the most part, credits are calculated as a percentage of certified employees' wages to an annual maximum. Some credits carry over from year to year.

Traditionally, businesses shy away from applying for tax credits because of the very difficult screening, certification and approval process. With ADP, your responsibility is simply to direct the new hire to the selected screening option and obtain their signature. ADP handles the rest including compliance, processing, tracking and reporting of your tax credits.

With your active participation and ADP Tax Credit Services doing the heavy lifting for you, TCS can save you real DOLLARS each and every year.

For more information and to see if you qualify, please visit www.ipcoop.com and select My Services & Discounts. Scroll down to Payroll Services and select the ADP icon.



**IPC Exclusively endorses
ADP Payroll Services**

