

TAX CREDIT STILL AVAILABLE FOR ENDOWMENT CONTRIBUTIONS

Tax credits are still available for contributions to qualified ND endowment funds. Gifts of \$5,000 or more to one of the many qualified endowment or scholarship funds (school related or not) are eligible for a tax credit equal to 40% of the charitable gift. The maximum credit is \$10,000 for an individual; \$20,000 for married individuals filing a joint return; and \$10,000 for corporations and pass-through entities. Any unused portion of the credit can be carried forward for up to three taxable years, so this credit can be applied after the non-public school credits. (ND Century Code 57-38-01-21)

General Tax Benefits for your Endowment Gift:

37%
marginal tax rate
on Individual return

Gift Amount	\$5,000	\$10,000	\$20,000	\$25,000	\$50,000
Federal Estimated Tax Savings*	(\$1,850)	(\$3,700)	(\$7,400)	(\$9,250)	(\$18,500)
ND Income Tax Credit**	(\$2,000)	(\$4,000)	(\$8,000)	(\$10,000)	(\$20,000)
Net Cost of Contribution	\$1,150	\$2,300	\$4,600	\$5,750	\$11,500

Your Endowment Gift can go further and cost you less!

P.S. What a great way to use the IRA Charitable Gift Rollover! Ask me for details.

WHAT'S THE DIFFERENCE BETWEEN A TAX DEDUCTION AND A TAX CREDIT?

You might think the two are interchangeable but they aren't. A tax deduction is something that reduces how much taxable income you claim. A tax credit is something that directly reduces how much tax you owe.

As usual, for your own unique tax situation, please consult a professional tax advisor. If you have questions or would like more information, please contact:



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