

It doesn't take a large contribution to support changing the lives of Idaho's at-risk youth.

The Idaho Education Tax Credit lets you support the Idaho Youth Challenge Academy with dollars you would otherwise pay on your Idaho Income Tax Return (if you itemize your deductions). Through tax year 2016, the State will credit 50% of the first \$500 for an individual or \$1000 for a married couple filing jointly. This applies to non-profit, private or public institutions of elementary, secondary, or higher education or their foundations located within the State of Idaho.

In addition, the normal charitable deduction allows you to deduct the amount of your contribution on your Federal and State Tax Return. Depending on your tax bracket, a donation to Idaho Youth Challenge Academy will cost less than you think.

For example:

A single taxpayer in the 28% Federal and the 7.8% Idaho bracket:

\$1,000 - Donated to Idaho Youth Challenge Foundation (IYCF)
 (280) - Federal tax savings due to contribution (\$1,000 x 28%)
 (78) - Idaho tax savings due to contribution (\$1000 x 7.8%)
(500) - 50% Idaho tax credit for donation (\$1000 x 50%)
\$142 Net Cost to You

The chart below shows examples of how the Idaho Education Tax Credit works based on the 35% marginal tax bracket and itemized taxpayer return. You must have a large enough tax obligation to qualify. Figures are estimates. As always, we recommend discussing your specific tax situation with your tax advisor.

Joint Return Gift Amount	\$250	\$400	\$1,000	\$2,000	\$5,000
Tax benefit from itemizing deductions*	(\$87.50)	(\$140.00)	(\$350.00)	(\$700.00)	(\$1,750.00)
50% Idaho Education Credit	(\$125.00)	(\$200.00)	(\$500.00)	(\$1,000)	(\$1,000)
NET out of pocket cost of contribution	\$37.50	\$60.00	\$150.00	\$300.00	\$2,250.00

Single Return Gift Amount	\$250	\$400	\$1,000	\$2,000	\$5,000
Tax benefit from itemizing deductions*	(\$87.50)	(\$140.00)	(\$350.00)	(\$700.00)	(\$1,750.00)
50% Idaho Education Credit	(\$125.00)	(\$200.00)	(\$500.00)	(\$500)	(\$500)
NET out of pocket cost of contribution	\$37.50	\$60.00	\$150.00	\$800.00	\$2,750.00

Corporate Gift Amount	\$10,000
Tax benefit from itemizing deductions*	(\$3,500.00)
50% Idaho Education Credit	(\$5,000.00)
NET out of pocket cost of contribution	\$1,500.00

Gold box = Where your gift maximizes the tax credit

Married joint filers can double the help to Idaho's at-risk youth by contributing \$2,000 and watching their tax expense decline by \$1,716! Net cost to them is only \$284! This is likely the MOST efficient donation you can make as an Idaho taxpayer.

Corporations have similar benefits. A \$10,000 donation could net as little as \$1,500 out of pocket!