

Indiana's Tax Credit Scholarship program was created in 2009 as a way to give families who meet income guidelines an opportunity to send their child to a participating private school. Through the generosity of Hoosiers like you, private donations are given as scholarships so students may attend a private school that may not have been an option to them otherwise.

## Why donate?

**Donors receive a state tax credit of 50% of their donation amount!**

In addition to supporting Indiana students and giving them access to a high-quality education they may not have received otherwise; Indiana donors receive a state tax credit equal to 50% of their donation amount. Donations also qualify as a charitable deduction on federal tax returns.

## Frequently Asked Questions

**Is there a limit to how much I can give and still receive the tax credit?**

No, provided the donation does not exceed the available credits under the cap. (The state has allocated \$17.5 million for fiscal year 2022 and resets annually on July 1).

**Who receives the scholarships and can I designate a school or a student to receive my gift?** Indiana K-12 students who meet income eligibility guidelines and attend a participating school. You may designate your gift to a specific school, but not to a specific student.

**Are there conditions to giving from a Donor Advised Fund?** Granting the credit is subject to two major conditions, both of which must be met. First, the credit can only be granted to the original donor of the funds; no other individual may claim the credit. Second, the donor must be willing to be subject to any federal provisions that accompany the credit. This include potential exposure to reduced charitable deductions (determined as of when the contribution to the DAF is made) and potential exposure to federal excise taxes, especially those under IRC Section 4958.

## How do I donate to IQE?

Donations must be directed to "Institute for Quality Education" in order to receive the tax credit, not to your school or church.

Donations may be made via cash, check, credit/debit card, grain, RMD, DAF, stock or mutual funds. Please refer to FAQs for more information.

### Giving options:

- 1) Use the form on this brochure and mail it with a check payable to the Institute for Quality Education.
- 2) Go to [www.i4qed.org/donate](http://www.i4qed.org/donate) to make an online donation.

Contact IQE at (317) 951-8781 with any questions.

## Tax Credit Examples

This chart illustrates the potential tax savings for a donation to the Institute for Quality Education Scholarship Granting Organization.

Contribution of \$5,000	Federal Tax Brackets			
	25%	28%	33%	35%
Indiana Tax Savings (50%)	\$2,500	\$2,500	\$2,500	\$2,500
Federal Tax Savings (1) (if itemizing)	\$625	\$700	\$825	\$875
Total State & Federal Tax Savings	\$3,125	\$3,200	\$3,325	\$3,375
True Cost of Donation	\$1,875	\$1,800	\$1,675	\$1,625

(1) The federal tax savings is generally equal to the net federal deduction multiplied by the donor's federal tax rate. The net federal deduction is equal to the donation amount less the state tax credit as state income taxes are deductible as itemized deductions for federal income tax purposes. Actual federal tax savings will vary based on your individual income tax status. *Please consult your tax advisor.*

# St. Pius X Catholic School



and

## The Institute for Quality Education Scholarship Granting Organization

### Mission Statement

St. Pius X Catholic School fosters faith and values, instills a passion for service, develops academic excellence and empowers student leaders.

### Vision Statement

The vision of St. Pius X Catholic School is to build the foundation of FAITH by developing Catholic world leaders for our school, the community and Church

For more information about scholarship giving please email Debbie Hamel at St.

Pius Catholic School [debhamel@gmail.com](mailto:debhamel@gmail.com) or visit IQE's website - [www.i4qed.org/sqo](http://www.i4qed.org/sqo) @i4qed

Donations also can be made **ONLINE** at [www.i4qed.org/donate](http://www.i4qed.org/donate)

