

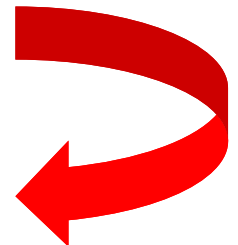


## FILING INDIVIDUALLY

Assumes itemizing tax deductions and a **single year** donation of \$2,000

Assumes a 25% federal tax bracket	Traditional Donation	Donation to the OSF
YOUR DONATION	\$2,000	\$2,000
STATE TAX CREDIT	\$0	- \$1,000
FEDERAL DEDUCTION TAX BENEFIT	- \$500	- \$500
STATE DEDUCTION TAX BENEFIT	- \$100	- \$100
YOUR NET AFTER TAX COST	\$ 1,400	<b>\$400</b>

*A taxpayer can **provide \$2,000 of scholarship support** to the private school of their choice – **at a net cost of only ~ \$400!***



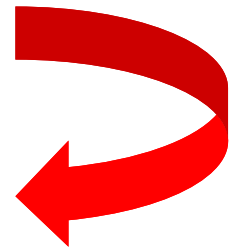


## FAMILY FILING JOINTLY

Assumes itemizing tax deductions and a **single year** donation of \$4,000

Assumes a 25% federal tax bracket	Traditional Donation	Donation to the OSF
YOUR DONATION	\$4,000	\$4,000
STATE TAX CREDIT	\$0	- \$ 2,000
FEDERAL DEDUCTION TAX BENEFIT	- \$1,000	- \$1,000
STATE DEDUCTION TAX BENEFIT	- \$200	- \$200
YOUR NET AFTER TAX COST	\$ 2,800	<b>\$800</b>

*A taxpayer can **provide \$4,000 of scholarship support to the private school of their choice – at a net cost of only ~ \$800!***



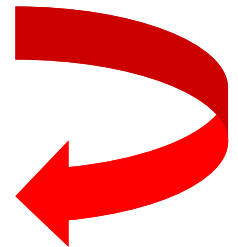


## FILING INDIVIDUALLY – 2 YEAR COMMITMENT

Assumes itemizing tax deductions and a **2-year commitment** to donate \$1,400 per year

Assumes a 25% federal tax bracket	Traditional Donation	Donation to the OSF
YOUR DONATION	\$1,400	\$1,400
STATE TAX CREDIT	\$0	- \$1,000
FEDERAL DEDUCTION TAX BENEFIT	- \$350	- \$350
STATE DEDUCTION TAX BENEFIT	- \$50	- \$50
YOUR NET AFTER TAX COST	\$ 1,000	<b>ZERO</b>

*A taxpayer can **provide \$1,400 of scholarship support** to the private school of their choice – **at NO net cost!***



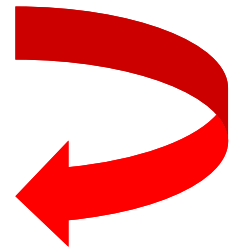


## FILING JOINTLY – 2 YEAR COMMITMENT

Assumes itemizing tax deductions and a **2-year commitment** to donate \$2,800 per year

Assumes a 25% federal tax bracket	Traditional Donation	Donation to the OSF
YOUR DONATION	\$2,800	\$2,800
STATE TAX CREDIT	\$0	- \$2,000
FEDERAL DEDUCTION TAX BENEFIT	- \$700	- \$700
STATE DEDUCTION TAX BENEFIT	- \$100	- \$100
YOUR NET AFTER TAX COST	\$ 2,000	<b>ZERO</b>

*A taxpayer can **provide \$2,800 of scholarship support** to the private school of their choice – **at NO net cost!***



**Tax Credit Scholarship**  
Business Flow-Through Scenarios



**One-Year Commitment**

	Scenarios			
	Tax Benefit Rate	A	B	C
Donation amount		\$ 25,000.00	\$ 50,000.00	\$ 133,333.33
State Tax Credit	50.00%	(12,500.00)	(25,000.00)	(66,666.67)
Federal Charitable Tax Benefit	25.00%	(6,250.00)	(12,500.00)	(33,333.33)
State Charitable Tax Benefit	3.75%	(937.50)	(1,875.00)	(5,000.00)
<b>Net Cost (Benefit) to Donor</b>		<b>\$ 5,312.50</b>	<b>\$ 10,625.00</b>	<b>\$ 28,333.33</b>

**Two-Year Commitment**

	Scenarios			
	Tax Benefit Rate	A	B	C
Donation amount		\$ 25,000.00	\$ 50,000.00	\$ 133,333.33
State Tax Credit	75.00%	(18,750.00)	(37,500.00)	(100,000.00)
Federal Charitable Tax Benefit	25.00%	(6,250.00)	(12,500.00)	(33,333.33)
State Charitable Tax Benefit	3.75%	(937.50)	(1,875.00)	(5,000.00)
<b>Net Cost (Benefit) to Donor</b>		<b>\$ (937.50)</b>	<b>\$ (1,875.00)</b>	<b>\$ (5,000.00)</b>

**Assumptions:**

- One-year commitment provides for a 50% state tax credit; two-year pledge allows a 75% state tax credit
- Taxpayer has enough deductions to itemize their deductions rather than take the standard deduction



	Single	Married Filing Jointly	Business Entities	
<b>What is the maximum amount of state tax credit that a donor can receive from the Opportunity Scholarship Fund?</b>	\$1,000	\$2,000	\$100,000	
<b>What is the maximum amount of donation that can be made to receive the maximum tax credit?</b>				
<b>For a one year commitment (50% tax credit)</b>	\$2,000	\$4,000	\$200,000	
<b>For a two-year commitment (75% tax credit)</b>	\$1,333	\$2,667	\$133,333	
			Corporation	Pass-Throughs
<b>What is the federal tax deduction value of the donation made to OSF?</b>	Based on tax rate that the taxpayer(s) is in during the year of deduction		10% of corp's net income	Based on owners' tax rates
<b>Is there a state tax deduction?</b>	Yes	Yes	Yes	Yes