

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 \$16.5 million for fiscal year 2020 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. Any other individual may not claim the credit. Second, the donor must be willing to be subject to any federal provisions that come along with taking the credit. This includes: 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 Midwest Academy?

Donations must be directed to "Institute for Quality Education" in Midwest Academy's name in order to receive the tax credit. Donations may be made via cash, check, credit/debit card, grain, Required Minimum Distribution (RMD), Donor Advised Fund (DAF), stock or mutual funds. Please refer to FAQ for more information) Giving options:

- 1) Use the form on this brochure & mail it with a check made out to Institute for Quality Education
- 2) Go to 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) | \$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.

DONATION FORM

Complete all fields and mail with your donation

NAME

ADDRESS

CITY/STATE/ZIP

EMAIL

TELEPHONE

DONATION AMOUNT

DATE

☒ I'd like to designate my
gift to **Midwest Academy**

Make checks payable to
**Institute for Quality
Education** and mailed to MWA
at: 1420 Chase Court
Carmel, IN 46032

Donations can also be made **ONLINE** at www.i4qed.org/donate



Midwest Academy®
Engaging minds. Inspiring futures.

and **The Institute for Quality
Education Scholarship Granting
Organization**

Midwest Academy Mission Statement

Midwest Academy serves students in grades 3-12 with ADD/ADHD, language-based learning differences, high functioning autism, and auditory processing challenges. We offer our students a small engaging setting, an inspiring progressive curriculum and a community fostering academic achievement, self-acceptance, and individual accountability.

For more information about scholarship giving
please contact Midwest Academy 317-843-9500 or
visit IQE's website - www.i4qed.org/sgo

