

How It Works

Example #1: Assume a 24% Federal and 6.25% Idaho Tax Rate – Married with Itemized tax return.

Contribution of \$1,000	
Federal Tax Savings	\$240
Idaho Tax Savings	\$ 69
Idaho Tax Credit	<u>\$500</u>
Tax Savings	(\$809)
Net Cost of Contribution	<u>\$191</u>

Example #2: Same assumptions as above.

Contribution of \$10,000

Federal Tax Savings depends on the tax rate. In 2018 the tax rate was up to 37% meaning the net cost of donation was only \$.63 on the dollar.

Idaho Tax Savings	\$ 500
Idaho Tax Credit	<u>\$1,000</u>

Why It Works

Idaho Tax Form 39R – Part E states:

“If you donate cash to qualified entities, you can claim a tax credit. Donations of goods and services do not qualify.

The credit is limited to the smallest of

- One-half of the amount donated
- 50% of the tax on Form 40, line 21
- \$500 (\$1,000 on a joint form)

A qualified educational entity includes

- A non-profit, private or public school (elementary, secondary or higher), or its foundation

Smart - Good – Easy

A donation to Lillian Vallely School, Inc. (a 501c3) is (1) Smart because it saves tax costs significantly. It's (2) Good because LVS is unique. It is a school for Native American Children that has a twenty-year track record of helping native children be prepared to compete culturally and academically in public education and beyond. It combines academics, Native culture, and basic Christian values synergistically. It's (3) Easy:

- To support LVS using a Credit Card. Go to lvschool.org and click on DONATE.
- To support a specific program or teaching chair, call our Business Manager at (208) 785-1890

You will promptly receive a receipt for tax purposes and a handmade card from the children.

Lillian Vallely School

Date _____
P.O. Box 790 – Blackfoot, ID 83221

I would like to help the school with a tax-deductible gift in the amount of \$_____. I am enclosing a check.

I would like to visit the school's website <https://lvschool.org> and make a secure donation through PayPal or with a credit card.