



SCHOLARSHIP GRANTING ORGANIZATION

The Institute for Quality Education (IQE) is the largest of six approved scholarship granting organizations (SGO) in Indiana. Since the beginning of this program, SGOs have awarded more than \$48 million in scholarships for nearly 38,000

Hoosier students in partnership with nearly 300 private schools throughout the state. IQE donors are responsible for nearly half of those scholarship donations.

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?

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 of 50% of their donation amount. Donations also qualify as a charitable deduction on federal tax returns.

Who Receives the Scholarships?

Indiana K-12 students who meet the income eligibility guidelines and attend a participating school. You may designate your gift to a specific school, but not to a specific student.

How Do I Donate?

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, checks, credit/debit cards, or publically traded securities (stocks, bonds or mutual funds). Giving directions: [Visit www.IndianaTaxCreditScholarship.org](http://www.IndianaTaxCreditScholarship.org). You may either print out the form you will find on the IQE website and mail it with your check made payable to the Institute for Quality Education or make an online donation.

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

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 tax savings will vary based on your income tax status. Please consult your tax advisor.

