TAX Credit - Frequently Asked Questions

everychildeveryfamily.org
SCHOOL CHOICE
OHIO

Donations up to $750 (individual) or $1500 (married filed jointly) to an Ohio Scholarship Granting Organization may qualify for a TAX CREDIT on the donor's Ohio tax return.

Couples must make donations in separate transactions (one for each donor) in order to claim the full $1500 tax credit.

Ohio Tax Table

Ohio Taxable Income Tax Calculation

Adjusted Gross Income	Tax Amount
$0 - $26,050	0.00% of Ohio taxable non-business income
$26,051 - $100,000	$360.69 + 2.75% of excess over $26,050
$100,001 - $115,300	$2394.32 + 3.688% of excess over $100,000
More than $115,300	$2958.58 + 3.75% of excess over $115,300

Where can I find my Ohio tax liablity?

Your tax liability can be found on line 13 (page 2) of the **Ohio IT 1040**

2023 Ohio IT 1040
Individual Income Tax Return

SSN:

23000202 Sequence No. 2

7a. Amount from line 7 on page 1 ..... 7a.

8a. Nonbusiness income tax liability on line 7a (see instructions for tax tables) ..... 8a.

8b. Business income tax liability – Ohio Schedule of Business Income, line 16 (**include schedule**) ..... 8b.

8c. Income tax liability before credits (line 8a plus line 8b) ..... 8c.

9. Ohio nonrefundable credits – Ohio Schedule of Credits, line 38 (**include schedule**) ..... 9.

10. Tax liability after nonrefundable credits (line 8c minus line 9; if negative, enter zero) ..... 10.

11. Interest penalty on underpayment of estimated tax (**include Ohio IT/SD 2210**) ..... 11.

12. Unpaid use tax (see instructions) ..... 12.

13. **Total Ohio tax liability** before withholding or estimated payments (add lines 10, 11 and 12) ..... 13.

14. Ohio income tax withheld – Schedule of Ohio Withholding, part A, line 1 (**include schedule and income statements**) ..... 14.

15. Estimated and extension payments, and credit carryforward from last year's return ..... 15.

Ohio Tax Liability

Can I claim my donation on both state and federal tax returns?

No. If you are claiming the maximum individual donation ($750) you may claim your full credit on your Ohio tax return. However, any donation above your Ohio tax liability may be taken as a deduction on your federal tax return.

For example:

If you make the maximum individual donation of $750 but your Ohio tax liability (before applying the credit) is $400, your credit would be $400 and the remaining $350 may be taken as a charitable donation on your Federal Income Tax Return.

What if I don't have any Ohio tax liability?

Your donation to an Ohio Scholarship Granting Organization would not be eligible as an Ohio credit. The full donation may be eligible to take as a deduction on your federal tax return.

Check with your accountant or tax professional to determine how donations may impact your specific tax situation.