

- You receive a 100% Federal TAX CREDIT on your gift up to $1,700.
- Your gift funds SCHOLARSHIPS that benefit students
- Begins January 1, 2027

We recommend consulting a tax professional about your gift.

Federal Tax Credit Scholarship Program

SCHOLARSHIPS FOR EDUCATION CHOICE
At SAGAMORE

FAQs

- Q: Can I claim both a state tax credit and federal tax credit on a single gift?
  A: No, a donor may contribute to both programs but contributions must be separate gifts. A single gift cannot be applied to both credits.

- Q: Is there a limit on how much I can donate to the Federal Tax Credit Program?
  A: Yes, the Federal Tax Credit is limited to $1,700 per year.

- Q: Can I claim the federal gift as a charitable deduction if I itemize?
  A: No, a donation made through the Federal Program only receives the credit. You cannot claim it as a deduction

- Q: Can a married couple filing jointly claim the federal tax credit for a gift of $3,400?
  A: This is unclear as of right now. The regulations from the Treasury Department are forthcoming.

How It Works

The Federal Tax Credit Scholarship Program allows individuals and businesses to receive a federal tax credit when they contribute to approved Scholarship Granting Organizations (SGOs) These contributions directly fund education services for eligible students. This is:

- Donors contribute to schools through our SGO and receive a 100% federal tax credit up to $1,700
- Funds are allocated to participating schools based on donor intent, the school's financial aid parameters, and program guidelines
- Schools use the donations to support eligible students, expanding access and opportunity

Student eligibility is determined by the county in which they reside. Any student living in a household that makes less than 300% of the median income may qualify to receive funds for K-12 private and public education expenses.

Starting Jan 1, 2027

Final regulations for the federal SGO program are still being developed by the U.S. Department of Treasury; those rules will establish the official process for states to opt in. We will update the information on this page when the rules are available. Scan the QR code below to visit our website.

Get answers and find resources on our website, or contact us!

www.s4ec.com
317-472-2052
scholarships@sagamoreinstitute.org

SCHOLARSHIPS FOR EDUCATION CHOICE
At SAGAMORE

Federal Tax Credit Scholarship Program



SAGAMORE

PO Box 301076, Indianapolis, IN 46230