

State Tax Credit for Planned or Deferred Gifts:

Individuals may receive a state tax credit for a planned gift (e.g. charitable remainder trusts, charitable gift annuities, life insurance policies, etc.) to a qualified ND charitable non-profit or a qualified ND endowment. The tax credit is 40% of the charitable deduction allowed by the IRS up to a maximum credit of \$10,000 per year per taxpayer or \$20,000 per year per couple filing jointly.

Disclaimer: This brochure is intended to provide information of a general nature only. It should not be construed as legal, tax or financial advice. Please seek out tax and legal advice from your own professional advisor.

Fraser, Ltd.
2902 South University Drive
Fargo, ND 58103
Phone: 701-232-3301
Fax: 701-237-5775
www.fraserltd.org
fraser@fraserltd.org



This is Fraser  Ltd.
A Chance for Choice



North Dakota
Income Tax Credit

NEW TAX INCENTIVE

North Dakotans have a new incentive to contribute to endowments held by the state's charitable nonprofit organizations. Recently passed legislation (SB 2160) empowers North Dakotans to give more and have a greater impact on causes they care about right here in the state.

40% tax credit

For endowment giving by individuals and businesses.

Fraser, Ltd. does have an established, qualifying endowment fund in place.

Gifts to Fraser, Ltd. are tax deductible under Federal Income Tax Law.

Please consider a contribution to Fraser, Ltd. Your gift will allow us to continue our mission:

"Supporting Children, Youth, and Adults on Their Life's Journey Towards Independence".

STATE TAX CREDIT FOR ENDOWMENT GIFTS

Individuals:

may receive a state tax credit for a contribution of \$5,000 or more (lump sum or aggregate in one year) to a qualified ND endowment.

The tax credit is 40% of the charitable deduction allowed by the IRS up to a maximum credit of \$10,000 (\$25,000 in gifts) per year per taxpayer or \$20,000 (\$50,000 in gifts) per year per couple filing jointly.

Example:

Mrs. Smith, a ND resident, donates \$20,000 in cash to an endowment fund. She receives an \$8,000 tax credit (40%) on her North Dakota return. If she is in the 28% tax bracket, her Federal tax savings are \$3,360. The "cost" of her \$20,000 gift is offset by \$11,360 in tax savings.

Donors who decide to add to an endowment fund do so because they understand the importance of supporting the community not only during their lifetime, but for generations to come.

STATE TAX CREDIT FOR ENDOWMENT GIFTS

Businesses:

(C corporations, S corporations, estates, limited liability companies, trust and financial institutions) that pay state income tax may receive a 40% credit up to a maximum credit of \$10,000 for contributions to a qualified ND endowment.

Individuals and businesses are able to carry forward their tax credits for up to three additional tax years.

