



## Can you contribute to Independence Center and save money on your taxes at the same time?

Yes, you can through the Neighborhood Assistance Program (NAP) tax credit program.

Independence Center has Neighborhood Assistance Program (NAP) Tax Credits to offer qualifying donors who make contributions during 2016-2017. Please review the information provided for eligibility guidelines and examples of how the deduction works.

### The following example is calculated based on a donor in the 28% tax bracket:

Missouri NAP tax credits can be taken in the tax year the donation is made or carried over the next five succeeding tax years.

Gift amount to Independence Center:	\$1,000	\$2,500	\$5,000	\$10,000
LESS 50% NAP tax credit	\$500	\$1,250	\$2,500	\$5,000
LESS 28% Federal Itemized Deduction:	\$280	\$700	\$1,400	\$2,800
LESS 6% Missouri Itemized Deduction:	\$60	\$150	\$300	\$800
<b>*ACTUAL COST OF CONTRIBUTION</b>	<b>\$160</b>	<b>\$400</b>	<b>\$800</b>	<b>\$1,600</b>

*\*This calculation is an example only. For specific tax advice, please consult your accountant or personal tax advisor.*



### How do I take advantage of the NAP tax credit program?

- 1 Make a donation to Independence Center, noting your interest in NAP on your check.
- 2 After the donation is made, Independence Center will mail you the one-page tax application form to complete and the other documentation needed for the credit.
- 3 Complete the one-page tax application form, enclose the additional documentation, have the tax form notarized, and mail it back to Independence Center. Our development department will submit your tax forms to the state of Missouri for you.
- 4 In 4 to 6 weeks, you should receive a letter from the Missouri Department of Economic Development stating that your tax credits are waiting for you to use them!

### Who is eligible to take advantage of the NAP tax credit program?

To be an eligible NAP donor, you must have a business tax liability in Missouri and be one of the following:

#### Entity/Individual and Associated Tax Forms:

1. An individual who:
  - has rental property in Missouri – If you are filing Federal Form 1040, Schedule E and Missouri 1040
  - has royalty income in Missouri – If you are filing Federal Form 1040, Schedule E and Missouri 1040
  - operates a sole proprietorship in Missouri – If you are filing Federal Form 1040, Schedule C and Missouri 1040
  - operates a farm in Missouri – If you are filing Federal Form 1040, Schedule F and Missouri 1040
2. A corporation – If you are filing Missouri Form 1120
3. A small business corporation (S Corp) – If you are filing Missouri Form 1120S
4. A limited liability corporation/partnership – If you are filing Missouri Form 1120, 1120S, 1065
5. A partnership – If you are filing Missouri Form 1065
6. An individual partner in a partnership or shareholder in an S-corporation – Federal Form 1040, Missouri Form 1040
7. A bank, credit institution, saving and loan association, credit union, farmer's cooperative credit association, or building and loan – If you are filing a Missouri Financial Tax Return
8. An insurance company – If you are filing a Missouri Insurance Tax Return with the Missouri Department of Insurance



Would you like more information about NAP tax credits and giving to Independence Center?  
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