



WE HAVE TAX CREDITS FOR YOU!

Missouri's Department of Economic Development has awarded Reconciliation Services Neighborhood Assistance Program (NAP) tax credits to support our work in the community. Eligible donors receive a Missouri state tax credit equaling 50% of their gift to Reconciliation Services. By pairing NAP with usual tax deductions, your gift to Reconciliation Services could be made at a very low net cost (see examples below).

Who Qualifies?

These credits are available to qualified **individuals and corporations**, with an eligible gift of **\$2,500 or more** to Reconciliation Services. Individuals or corporations paying Missouri state income tax **AND increasing** their annual gift to Reconciliation Services **OR** donating to Reconciliation Services for the **first time** are eligible.

Qualified donors include:

- Financial institutions/insurance companies
- Express companies
- Partnerships and their individual partners
- Small business corporations (S-corps) and their individual shareholders
- Limited liability companies and their individual members
- Individuals who own or operate their own business or farm in Missouri
- Individuals who receive income from royalties or rental property in Missouri

How long will the NAP tax credits be available?

Reconciliation Services was awarded \$124,203 in state tax credits to make available starting July 1, 2023 through June 30, 2024. We encourage you to take advantage of these tax credits now. *They will go fast!*

When can I claim my tax credits on my taxes?

Credits can be claimed on taxes due the year the contribution is made. It then extends for five additional tax years, but it cannot be used to offset taxes due prior to the year of the contribution.

What forms of donations are eligible for tax credits?

Contributions can be made in the form of cash, check, credit card, stock, or even through your IRA. **IMPORTANT: ALL DONATIONS NEED TO BE MADE PAYABLE TO RECONCILIATION SERVICES.**

How do I make a donation?

Donors can contact Don Hall, Senior Philanthropy Advisor, at (816) 931-4751 ext. 309 or by email at dhall@rs3101.org for more information and to receive the NAP Tax Credit donation application.

Below are examples ONLY. Please consult your accountant or tax advisor to determine how the NAP tax credits specifically apply to you.

Example 1: These examples are calculated based on a donor in the 28% tax bracket.

Donation Amount	\$2,500	\$5,000	\$10,000
Missouri Tax Credit (50% of gift)	1250	2500	5000
Federal Income Tax Deduction (28%)	700	1400	2800
State Income Tax Deduction (6%)	150	300	600
Total Savings	2100	4200	8400
Your out-of-pocket cost (estimated)	\$400	\$800	\$1,600
Total Benefit to RS	\$2,500	\$5,000	\$10,000

Example 2: These examples are calculated based on a donor in the 35% tax bracket.

Donation Amount	\$2,500	\$5,000	\$10,000
Missouri Tax Credit (50% of gift)	1250	2500	5000
Federal Income Tax Deduction (35%)	875	1750	3500
State Income Tax Deduction (6%)	150	300	600
Total Savings	2275	4550	9100
Your out-of-pocket cost (estimated)	\$225	\$450	\$900
Total Benefit to RS	\$2,500	\$5,000	\$10,000

** If you are not eligible for NAP tax credits, you are still eligible to take advantage of the Federal and State income tax deductions with your donation.*

Specific Tax Benefit Questions?

Examples above are provided for illustrative purposes only and do not constitute tax advice. Should you have specific donation questions and to see how the NAP tax credits will specifically apply to you, please consult your accountant or tax advisor.