

ENDOW IOWA

25% state tax credit

Giving through the Community Foundation of Northeast Iowa to the causes and community you care about is rewarding—in more ways than one. Your gift creates lasting good in the community, and the Endow Iowa Tax Credit Program offers generous tax incentives.

The Community Foundation of Northeast Iowa is proud to be able to offer the Endow Iowa State Tax Credit, where donors may receive a 25% Iowa state tax credit for gifts made to permanent endowment funds that benefit Iowa charitable causes and provide sustainable support to Iowa nonprofits. The Endow Iowa Tax Credit program provides unique tax benefits to the donor and impacts their community now and into the future.

How Endow Iowa Works

- Endow Iowa Tax Credits are only available to qualified gifts made through an accredited Iowa community foundation, like the Community Foundation of Northeast Iowa and our affiliates.
- A variety of gifts qualify for Endow Iowa Tax Credits including cash, real estate, appreciated securities, and outright gifts of retirement assets.
- Tax credits of 25% of the gifted amount are limited to a maximum of \$50,000 in tax credits for an individual and \$100,000 in tax credits per couple if both are Iowa taxpayers. No minimum gift amount is required to qualify for Endow Iowa Tax Credits.
- Endow Iowa Tax Credits are available on a first-come, first-serve basis until the yearly appropriated limit is reached (\$3.5 million in Endow Iowa tax credits are available per year). If the current year's tax credits have been exhausted, qualified donors are eligible to apply for the next year's Endow Iowa Tax Credits.
- Applications must be submitted within 12 months of the date of the donation.
- All qualified donors have five years to use their Endow Iowa Tax Credits.

We encourage donors to consult with their tax advisors to review individual circumstances and learn how they can take advantage of this opportunity.

WHAT KIND OF CHARITABLE GIFT QUALIFIES?

To qualify, gifts must be made to a permanent endowment fund benefiting one or more Iowa charitable causes, and be held at an accredited community foundation like the Community Foundation of Northeast Iowa or one of its affiliates.

For more information, search for eligible funds, and to see a list of existing nonprofit agency funds that are Endow Iowa eligible, visit cfneia.org/nonprofitfunds

THE POWER OF ENDOW IOWA

Giving the benefits you and your community.

Gift Amount*	\$10,000	\$100,000
Endow Iowa Tax Credit (25%)	(\$2,500)	(\$25,000)
Net Federal Deductible Gift**	\$7,500	\$75,000
Federal tax savings***	(\$2,625)	(\$26,250)
Net cost of gift	\$4,875	\$48,750

*For ease of illustration, the examples do not factor in the federal/state net tax effect. Examples assume the donor is in the 35% or 37% tax bracket and plans to claim a charitable deduction on their federal tax return.

** Beginning in 2026, only the portion of charitable contributions that exceeds 0.5% of a taxpayer's Adjusted Gross Income (AGI) will be deductible.

*** Beginning in 2026, the tax benefit for charitable contributions is capped at 35% for taxpayers in the 37% marginal bracket.