

75% Iowa Income Tax Credit for Contribution to CTO

Example for Individuals, S Corps, LLCs/Partnerships, Trusts, and Estates

These examples are for comparison purposes only and do not constitute tax advice.

Consult with your tax advisor about potential tax benefits when donating to CTO.

Iowa Tax Savings					Federal Tax Savings		Total Benefit	Net Cost
Individual taxable income (line 38 - Iowa Form 1040)	Iowa individual income tax (based on 2024 tax rates) is approximately	If Donor contributes the following to CTO	Donor's 75% Iowa tax credit will be	Reducing Donor's Iowa income tax to (overpayment)	Plus, if donor is itemizing charitable deductions on Federal return, deduct	Will reduce donor's Federal tax by (assuming 32% rate)	Total tax savings (Iowa & Federal)	Net cost to donor (donation less tax savings)
<u>A</u>	<u>B</u>	<u>C</u>	<u>D = C x 75%</u>	<u>E = B - D</u>	<u>F = C - D</u>	<u>G = F x 32%</u>	<u>H = D + G</u>	<u>I = C - H</u>
\$50,000	\$2,551	\$1,250	\$938	\$1,613	\$312	\$100	\$1,038	\$212
\$75,000	\$3,976	\$2,500	\$1,875	\$2,101	\$625	\$200	\$2,075	\$425
\$100,000	\$5,401	\$5,000	\$3,750	\$1,651	\$1,250	\$400	\$4,150	\$850
\$150,000	\$8,251	\$7,500	\$5,625	\$2,626	\$1,875	\$600	\$6,225	\$1,275
\$200,000	\$11,101	\$10,000	\$7,500	\$3,601	\$2,500	\$800	\$8,300	\$1,700
\$250,000	\$13,951	\$20,000	\$15,000	(\$1,049)	\$5,000	\$1,600	\$16,600	\$3,400
\$300,000	\$16,801	\$25,000	\$18,750	(\$1,949)	\$6,250	\$2,000	\$20,750	\$4,250