

MAXIMIZE YOUR GENEROSITY WITH NAP TAX CREDITS

NextUp is an approved organization under the Neighborhood Assistance Act Tax Credit Program for Education (NAP), administered by the Virginia Department of Education. The NAP program allows individuals and businesses that make a qualified donation to receive up to a 65% credit on Virginia state taxes.

Quick Highlights:

- Tax credit up to 65% applies to the year of the donation and may be carried over for 5 succeeding years.
- Eligible gifts of \$500 - \$125,000 for individuals; \$616 for businesses with no maximum amount.
- Donations of cash, marketable securities, or retirement account distributions qualify. *Gifts from donor advised funds do not qualify for tax credits.*
- NextUp will facilitate the approval process for you to claim your Virginia tax credits.

**NextUp is not qualified to offer personal tax advice. Please consult with your tax professional if you have questions regarding tax implications on making a gift such as this.*



Any taxpayer earning a yearly amount who *DOES NOT* itemize

	Any federal tax bracket	Without tax credits
DONATION AMOUNT	\$5,000	\$5,000
VA NAP Tax Credit (65%)	\$3,250	—
Federal tax savings of charitable contribution	\$0	—
VA tax savings of charitable contribution	\$0	—
TOTAL TAX SAVINGS	\$3,250	\$0
Net cost of contribution	\$1,750	\$5,000

Taxpayer at 35% federal rate who *DOES* itemize

DONATION AMOUNT	\$1,000	\$5,000	\$10,000
VA NAP Tax Credit (65%)	\$650	\$3,250	\$6,500
Federal tax savings of charitable contribution – 35% of (donation minus tax credit)	\$123	\$613	\$1,225
VA tax savings of charitable contribution – 5.75% of (donation minus tax credit)	\$20	\$101	\$201
TOTAL TAX SAVINGS	\$793	\$3,963	\$7,926
Net cost of contribution	\$207	\$1,037	\$2,074

**This example is for illustrative purposes only. Please consult your tax professional for your situation.*

**Please note, NextUp has 40 days from the gift date to submit the NAP Tax credit form and supporting documentation to the VDOE.*

Tax credits won't last...don't miss out!

NextUp has a **limited number of tax credits**. Donors who make qualified gifts are eligible for these benefits on a **first-come, first-served basis**.

Unlike a tax deduction, a **tax credit reduces a donor's tax bill dollar-for-dollar**. Examples to the left demonstrate how the NAP program can benefit taxpayers.

To participate, please make your **donation at nextuprva.org** and **contact Emma Schneider at ebruny@nextuprva.org** to receive your tax credit form and start the approval process.

