



TODD PARIS, UAF

## The Educational Tax Credit

### *The Ultimate ROI*

Gifts to the University of Alaska can reduce your state taxes. Taxpayers who pay any of the following taxes to the State of Alaska are eligible to claim a credit on their state tax for a portion of cash contributions made to the University of Alaska.

- ◆ *Alaska Income Tax* ◆ *Oil and Gas Property Tax* ◆ *Oil and Gas Production and Transportation Tax* ◆
- ◆ *Fisheries Business Tax* ◆ *Fisheries Landing Tax* ◆ *Mining License Tax* ◆ *Insurance Premium Tax* ◆
- ◆ *Title Insurance Premium Tax* ◆

The Education Tax Credit provides an opportunity to make cash contributions to the University of Alaska and claim a tax credit for up to 50 percent of the first \$100,000 of your gift and 100 percent of the next \$100,000 of your gift.

For example, suppose your business owes the State of Alaska a tax of \$200,000, and you make a contribution to the University of Alaska. Your company can claim the credit against their tax liability of \$150,000 (50 percent of the first \$100,000 plus 100 percent of the second \$100,000 of your gift = \$150,000).

Thus your company has benefited the University with a \$200,000 gift, and the tax bill has been reduced from \$200,000 to only \$50,000.

**There simply isn't any better return on investment than the Educational Tax Credit.**

For additional information on the tax credit, please contact Jennifer Simeonoff at (907) 786-1146 or [tax.credit@alaska.edu](mailto:tax.credit@alaska.edu).