

# THE COVENANT FUND AT SAGAMORE

## A Tax Saving Opportunity

The State of Indiana authorizes The Covenant Fund at Sagamore to offer individuals and businesses a state tax credit equal to 50% of the amount they contribute to this scholarship fund.

Your financial contributions have provided over \$400,000 in need-based scholarships each year. Your generosity ensures that every student, regardless of the family's ability to pay, can attend Covenant Christian High School.

Giving to the Covenant Fund at Sagamore means expanding the access and impact of a Covenant Education. Through financial partnership with you, together we are providing an excellent Christ-centered education, equipping students for a life of scholarship, leadership and service.



## QUESTIONS?

Please contact the Covenant Advancement Office at 317.390.0202.

# MAXIMIZE YOUR DONATION

The following table illustrates the tax savings a donor could experience by making a gift to The Covenant Fund at Sagamore. Please consult your tax professional for exact details, as results may vary based on individual circumstances.

	FEDERAL TAX BRACKETS		
	28%	33%	35%
<b>\$10,000</b>			
Indiana tax savings (50%)	\$5,000	\$5,000	\$5,000
Net Federal tax savings with SGO Credit	\$1,400	\$1,600	\$1,750
Net Tax Savings	\$6,400	\$6,650	\$6,750
<b>True cost of donation</b>	<b>\$3,600</b>	<b>\$3,350</b>	<b>\$3,250</b>
<b>\$25,000</b>			
Indiana tax savings (50%)	\$12,500	\$12,500	\$12,500
Net Federal tax savings with SGO Credit	\$3,500	\$4,125	\$4,375
Net Tax Savings	\$16,000	\$16,650	\$16,875
<b>True cost of donation</b>	<b>\$9,000</b>	<b>\$8,375</b>	<b>\$8,125</b>
<b>\$50,000</b>			
Indiana tax savings (50%)	\$25,000	\$25,000	\$25,000
Net Federal tax savings with SGO Credit	\$7,000	\$8,250	\$8,750
Net Tax Savings	\$32,000	\$33,250	\$33,750
<b>True cost of donation</b>	<b>\$18,000</b>	<b>\$16,750</b>	<b>\$16,250</b>
<b>\$100,000</b>			
Indiana tax savings (50%)	\$50,000	\$50,000	\$50,000
Net Federal tax savings with SGO Credit	\$14,000	\$16,500	\$17,500
Net Tax Savings	\$64,000	\$66,500	\$67,500
<b>True cost of donation</b>	<b>\$36,000</b>	<b>\$33,500</b>	<b>\$32,500</b>

Tax brackets are according to federal taxable income. The amount by which you can reduce your federal taxable income may be impacted, if your giving for the year exceeds 30% of your income.

## INSTRUCTIONS

1. Complete and detach this donation form.
2. Mail your donation form and check to the Covenant Fund at Sagamore.
3. Upon receipt of your gift, you will receive a letter with a certificate number to use when filing for state credit and federal taxes.

# DONATION FORM

This donation is from a(n):  
 Individual  Company

This donation is a:  
 Check  Non-cash Asset

Please see reverse side for additional instructions for non-cash donations.

NAME OF DONOR

NAME OF COMPANY

STREET ADDRESS

CITY / STATE / ZIP

TELEPHONE

EMAIL ADDRESS

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GIFT AMOUNT

TODAY'S DATE

**PLEASE MAKE YOUR CHECK PAYABLE TO:**  
 The Covenant Fund at Sagamore

**REMITTANCE ADDRESS:**  
 The Covenant Fund at Sagamore  
 Sagamore Institute SGO  
 2902 North Meridian Street  
 Indianapolis, IN 46208

## FREQUENTLY ASKED QUESTIONS

### Who receives the scholarships?

To qualify, current Covenant students must be from households with annual income of 200% or less of federal eligibility requirements to receive free or reduced lunch. These are families who otherwise could not afford a Covenant education.

### How does the donation fund scholarships?

Your donation to The Covenant Fund at Sagamore funds need-based scholarships that have already been committed to qualified students for the current school year at Covenant Christian High School.

### Is there a cap on tax credits available?

Yes. The state has allocated a certain amount per year in available tax credits, resetting annually on July 1. For July 1, 2015, through June 30, 2016, the tax credit cap is \$8.5 million. For July 1, 2016, through June 30, 2017, the tax credit cap is \$9.5 million.

### What happens if the tax credit cap has been reached for the year?

If the Department of Revenue informs us that the tax credit cap has been reached for the current state fiscal year, we will contact the donor and present the opportunity to delay the donation until the subsequent state fiscal year in which tax credits are available. If you donate during the fiscal year and receive your tax credit certification number, you can claim your credit even if the cap is reached later during that same fiscal year.

### Can a donor carry over unused tax credits?

Yes, a donor can carryover unused tax credits for up to nine (9) subsequent years that the donor has state tax liability and has unused state tax credit available. Any unused tax credits cannot be refunded or carried back to previous years.

### Can a donor make multiple donations to The Covenant Fund at Sagamore?

Yes. A donor can make as many donations as they would like and accumulate multiple tax credit certifications.



**Covenant Christian**  
HIGH SCHOOL

**THE COVENANT FUND AT SAGAMORE**

To donate non-cash assets:

Complete this donation form.

Complete an additional form, located online:  
[www.s4ec.com/donors/donate-stock-and-securities](http://www.s4ec.com/donors/donate-stock-and-securities)

Giving Fund Number:  
941785

Giving Fund Name:  
SGO at Sagamore Single Charity Fund

Fax all forms using this secure line:  
Ginny Hahn at 888.566.5850

Or, donate non-cash items through  
this online portal:

[www.s4ec.com/covenant-christian/](http://www.s4ec.com/covenant-christian/)

Sagamore Institute has a Single Charity Fund with the National Christian Foundation for donations of non-cash assets. NCF immediately liquidates the assets, and the state tax credit is based on 50% of the cash value upon liquidation.