

Tax Credit for Contribution

East Central College Foundation

Regional Center for Advanced Manufacturing & Workforce Training

East Central College was recently granted tax credits through the Missouri Development Finance Board to assist with the ECC Foundation's fundraising efforts to renovate the Regional Center for Advanced Manufacturing & Workforce Training (the former Gala Center) located adjacent to the ECC campus in Union. The Foundation plans to raise \$1.2 million and hopes you will consider donating through this great program. Just a few details on the program and how it works:

- Any taxpayer is entitled to participate in this program (businesses and individuals qualify)
- All contributors qualify for a tax credit equal to 50% of their contribution which can be used to offset the following taxes: RSMo Chapter 143, normal Missouri Income Tax individuals file, (excluding withholding tax imposed by RSMo Chapter 147); franchise tax imposed by RSMo Chapter 147 (corporations only); financial institution tax imposed by RSMo Chapter 148 (financial institutions and insurance companies only).
- Tax credits can be carried forward for five years and can be claimed beginning when filing a 2015 return.
- Tax credits can be sold or transferred to another individual or business. This requires a specific form (MDFB Form L).

Minimum donation is \$1,000.

This program is easy to participate in and below is an example to help illustrate the process.

Jennifer and Joe Smith would like to donate \$5,000 to ECC's Regional Center for Advanced Manufacturing & Workforce Training effort and utilize the tax credit program. Here is how they will participate:

1. Write a check to Missouri Development Finance Board and in the memo field place: ECC Foundation
2. Fill out Missouri Form 100, "Verification of Contribution to the Infrastructure Development Fund"
Mail the check and Form 100 to the following address:
Missouri Development Finance Board
PO Box 567
Jefferson City, MO 65102
3. Once submitted and processed, Mr. and Mrs. Smith will receive a Tax Credit Certificate that has a unique tax credit number the Department of Revenue will use to track the usage of the tax credits. This can take up to 30 days to receive in the mail. You must attach a copy of this certificate to your tax return.
4. You will need your unique tax credit number (listed on your certificate), a MO Dept. of Revenue Form MO-TC, and your Missouri State 1040 (or other relevant Missouri Income Tax Return Form).
5. Fill out Form MO-TC with the "Alpha Code" and "Credit Name" listed on the Tax Credit Certificate. List the dollar amount of the tax credit you have (i.e. Mr and Mrs. Smith would have a \$2,500 credit). If one spouse has minimal tax owed, indicated on **Line 12**, apportion the credit amount on **Line 1**, toward the spouse with the higher tax owed to allow full utilization of the credit.
6. This amount will carry over to line #37 on the Missouri 1040.

That's it! You have successfully contributed to the ECC Foundation's Regional Center for Advanced Manufacturing & Workforce Training through the Tax Credit for Contribution Program.

If you have any further questions regarding the Tax Credit for Contribution Program and how it impacts your personal situation, please contact your legal, accounting, tax, financial or other advisors.