ENDOW IOWA | TAX CREDIT PROGRAM

The Endow Iowa Tax Credit program was created in 2004 and since then has leveraged over $335 million in endowment gifts to support Iowa communities and charitable causes. This program has made nearly $79 million in tax credits available to a wide variety of donors. For the past eight years, the annual tax credit limit has been $6 million per year and each year every tax credit has been distributed. The program is administered by the Iowa Economic Development Authority (IEDA) in collaboration with the Iowa Council of Foundations (ICoF).

ENDOW IOWA TAX CREDITS:

1	2	3	4	5
OFFER A 25% STATE INCOME TAX CREDIT	**ARE AWARDED ON A**	**OFFER A MAXIMUM ANNUAL CREDIT OF**	**CAN BE CLAIMED BY**	**AND ARE NOT**
to donors who make gifts to an endowed fund at a qualified community foundation* in Iowa;	first-come, first-served basis;	$300,000 per taxpayer & $600,000 per couple;	individuals, businesses, or financial institutions;	transferable or refundable.

*Qualified community foundations are confirmed in compliance with the National Standards for U.S. Community Foundations.

Demand continues to grow for this worthwhile program.

ALL 2021 CREDITS
AWARDED

ALL 2022 CREDITS
ALLOCATED

ALL NEW GIFTS
WAIT LISTED UNTIL

JAN 1, 2021   SEPT 13, 2021   JAN 1, 2023

The $6M tax credit cap has been reached earlier and earlier each year. Donors must now wait at least two full years after they have made their gift to claim their Endow Iowa tax credit.

OUR ASK FOR 2022

INCREASE

the annual tax credit allocation from $6 million/year to $10 million/year.
[IA Code §15E.305(2)]

REDUCE

the maximum amount of tax credits awarded to an individual taxpayer to $100,000 annually. [IA Code §15E.305(2)(a)]

✓ *This was included in the tax bill the Governor signed on March 1, 2022.*

Our goal with these two adjustments is to make more tax credits available for more donors throughout the state. We also hope these changes would eliminate the long delays donors currently face in receiving the credit after they have made their charitable contribution.

TODAY & FOREVER

In 2021, Endow Iowa donors gave **$68.2 M** **TO ENDOWED FUNDS** at Iowa community foundations.

In the same year, existing Endow Iowa funds distributed **$27.1 M** **IN GRANTS**.

Grants were distributed to **OVER 5,900 NONPROFITS** and charitable causes throughout Iowa's 99 counties.

ENDOWMENTS ARE INVESTED IN PERPETUITY

Funds will continue to grow over time, generating more charitable grant distributions each year.

YEAR 1
Donor establishes a **$10,000** Endow Iowa endowment fund.

Initial gift is invested.

YEAR 50
Fund grows to **$57,000**
+
$66,000 in cumulative grants distributed

Fund has grown **12 TIMES** initial gift value.

*This illustration assumes an 8.5% return on a rolling average with a 4.5% annual payment.

THIS INNOVATIVE STATEWIDE PROGRAM:

STRENGTHENS communities through philanthropy;

LEVERAGES 4 private dollars for every public dollar invested in the program;

CREATES charitable giving vehicles in communities of all sizes;

KEEPS DOLLARS IN IOWA and invests in Iowa's future;

PROVIDES a new opportunity for collaboration;

ENCOURAGES contributions that provide support now and in the future;

DEVELOPS local community leadership; and

positions Iowa as a **NATIONAL LEADER** in supporting and promoting philanthropy.

QUALIFIED IOWA COMMUNITY FOUNDATIONS:

Cedar Falls Community Foundation
Community Foundation of Carroll County
Community Foundation of Greater Des Moines
Community Foundation of Greater Dubuque
Community Foundation of Greater Muscatine
Community Foundation of Johnson County
Community Foundation of Northeast Iowa
Community Foundations of Southwest Iowa/Omaha Community Foundation
Fort Dodge Community Foundation & United Way

Greater Cedar Rapids Community Foundation
Greater Poweshiek Community Foundation
Keokuk Area Community Foundation
Pella Community Foundation
Pottawattamie County Community Foundation
Quad Cities Community Foundation
Siouxland Community Foundation
Waterloo Community Foundation

These community foundations, in partnership with their affiliate community foundations, serve each of Iowa's 99 counties. To locate and learn more about your local community foundation, please visit www.IowaCommunityFoundations.org.