

As you may know, businesses can redirect their state tax dollars to Saint Joseph's Prep through the Educational Improvement Tax Credit (EITC) and Opportunity Scholarship Tax Credit (OSTC) programs.

Now, **individuals** can redirect up to 100% of their personal state tax bill to the Prep through the same programs by joining the Prep's own Scholarship LLC.

A two-year commitment will get you a 90% credit on state taxes owed. And the 10% not included in the tax credit may be claimed as a charitable donation on your federal tax return.

To qualify, you must meet the Income Test OR the Net Worth Test.

Income Test

- Your individual income must have exceeded \$200,000 in each of the two most recent years or your joint income together with your spouse exceeded \$300,000 in each of those years; AND
- You reasonably expect to earn individual income of at least \$200,000 this year or joint income with your spouse of at least \$300,000 this year.

OR

Net Worth Test

- Your individual or joint net worth exceeds \$1,000,000.

In addition, you must:

- Make a two-year commitment to joining the Saint Joseph's Prep Scholarship #2 LLC.
- Complete the attached Letter of Intent indicating your commitment.
- Upon tax credit approval from the state (anytime between August and December, 2018), we will contact you to ask you to submit the LLC signed application with your first gift to "SJP Scholarship #2 LLC" dated on or before December 31, 2018.
- Use the Schedule K-1 that you will receive to prepare your 2018 tax returns.
- Submit your second gift to "SJP Scholarship #2 LLC" within 60 days of second year approval from the state or December 31, 2019 (whichever comes first).

This is your chance to make a significant gift to the Prep at little to no cost to you. Please consider taking advantage of this incredible opportunity to support our students.

If you need more information, please contact Andy Quirk '99 at 267-238-1348, or aquirk@sjprep.org.

Thank you for supporting St. Joseph's Prep students!

Letter of Intent to Join Saint Joseph's Prep Scholarship #2, LLC

This letter of intent is made by and between _____ (Donor) of _____ (Address) and St. Joseph's Preparatory School ("the Prep") as of the dates stated below.

I/We acknowledge that I/we meet the income requirements to join the St. Joseph's Prep Scholarship #2, LLC:

- My individual income has exceeded \$200,000 in each of the two most recent years or my joint income together with my spouse exceeded \$300,000 in each of those years; AND I reasonably expect to earn individual income of at least \$200,000 this year or joint income with my spouse of at least \$300,000 this year
- OR
- My individual or joint net worth exceeds \$1,000,000.

I further acknowledge that:

- I will make a two-year commitment to joining the Saint Joseph's Prep Scholarship #2 LLC
- I will complete the LLC application form sections A-1 through A-8 to join the Saint Joseph's Prep Scholarship #2 LLC once the tax credits have been approved
- I will submit the application with my first gift of \$_____ to "SJP Scholarship #2 LLC" dated on or before December 31, 2018 or 60 days after state approval, whichever comes first.
- I will use the Schedule K-1 that I receive from the LLC to prepare my tax returns and subsequently submit my second gift to "SJP Scholarship #2 LLC" before December 31, 2019 or 60 days after state approval, whichever comes first.

DONORS:

Name

Date

Name

Date

ST. JOSEPH'S PREPARATORY SCHOOL

Rev. John W. Swope, SJ '72

Date