

# ENDOW KENTUCKY TAX CREDIT

# 2021

- You must apply for your credit and have approval **before** making your charitable gift
- Gifts must be made to a permanent endowment fund at a qualified community foundation, its affiliate foundation or a county-specific fund
- The tax credit is up to 20% of the charitable gift (Example: a \$5,000 charitable gift would provide a \$1,000 credit)
- Maximum credit per taxpayer is \$10,000 (20% of \$50,000 = \$10,000)
- The tax credit is not refundable, but may be carried forward up to 5 years
- For more information go to [www.revenue.ky.gov](http://www.revenue.ky.gov) or call the Kentucky Department of Revenue at 502.564.8139.

**Contact Jennifer Fust-Rutherford at the Community Foundation of Louisville  
BEFORE you apply for your Endow Kentucky Tax Credit.  
502.855.6953 or [endowky@cflouisville.org](mailto:endowky@cflouisville.org)**

## ENDOW KENTUCKY TAX CREDIT

By making a gift to a new or existing permanent endowment fund at the Community Foundation, you may qualify for a state tax credit and a Federal tax deduction. This is a tax-wise way to create a lasting legacy and support Kentucky charities, counties or communities forever.

## TAX CREDIT VS. TAX DEDUCTION

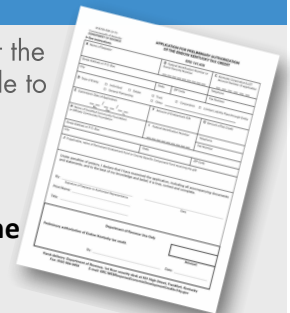
Endow Kentucky features a tax **credit**, which is different than a tax deduction. A tax deduction reduces your taxable income, so the value depends on your income tax bracket. A tax credit lowers your tax bill dollar for dollar, no matter your tax bracket.

## LIMITED OPPORTUNITY

State tax credits are available to individuals and corporations on a first-come, first-served basis beginning **July 1, 2021**. To be eligible for the Endow Kentucky tax credit, you must receive prior approval through the Kentucky Department of Revenue before your charitable gift is made. If you are considering a charitable gift that may be eligible for the tax credit, we encourage you to contact us today.

## HOW TO APPLY

1. Contact Jennifer Fust-Rutherford at the Community Foundation of Louisville to obtain an application pre-printed with certain required information.
2. Complete, sign and submit the application to Jennifer **before June 29, 2021**. We will file the application for you.
3. Following a review by the Department of Revenue, a Preliminary Authorization Letter will be issued to you.
4. You will have 30 days from the date of the Preliminary Authorization to make your gift to the Community Foundation of Louisville for your chosen fund.
5. Within 10 days of receiving your gift, the Community Foundation of Louisville will complete a Schedule ENDOW on your behalf and file it with the Department of Revenue as proof of your charitable gift.
6. The Department of Revenue will review the Schedule ENDOW and send a final, approved Schedule Endow to you for your tax records.



*Please consult your tax advisor before making this or any other charitable gift.*



**COMMUNITY FOUNDATION OF LOUISVILLE**

Waterfront Plaza • 325 W. Main St., Suite 1110 • Louisville, KY 40202

502.585.4649 • 502.587.7484 fax • [www.cflouisville.org](http://www.cflouisville.org)