

When local businesses partner
with the school district,

we can build a brighter future
for our students.

Everyone wins!

FOR MORE INFORMATION ON RECEIVING AN EDUCATION TAX CREDIT
FOR YOUR CASH CONTRIBUTION TO THE FAIRBANKS NORTH STAR
BOROUGH SCHOOL DISTRICT, PLEASE CONTACT:

Heather Rauenhorst, Director
Grants & Special Projects
Department
520 5th Ave, Fairbanks, AK 99701
(907) 452-2000 x11464
heather.rauenhorst@k12northstar.org



FNSB School District



INVESTING IN ALASKA'S YOUTH
EDUCATION TAX
CREDIT

SUPPORT SCHOOLS, EARN CREDIT

TAXES THAT QUALIFY:

Alaska Corporate Income Tax

Fisheries Business Tax

Fishery Resource Landing Tax

Insurance Premium Tax/Title Insurance Premium Tax

Mining License Tax

Oil and Gas Production and Transportation

Oil and Gas Property Tax

If your business pays any of these eligible taxes, you can claim an Alaska Education Tax Credit for qualifying donations to the FNSB School District.

Donations may be designated to programs that directly benefit children in your community.

ABOUT THE PROGRAM

History of the ETC

- ❖ Alaska's Education Tax Credit program was first established by the Legislature in 1987 to encourage private businesses to make charitable contributions to support education.
- ❖ The program was amended by the Legislature in 2014 and now allows businesses to receive tax credits for donations made to school districts.

USING THE CREDIT

- ❖ A taxpayer may claim a credit against several tax types for cash contributions to eligible organizations or programs.
- ❖ Eligible organizations or programs may receive cash contributions for certain purposes.
- ❖ EXAMPLE: The net cost of a \$300,000 qualifying gift is only \$32,500.

Tax Benefits for Corporate Donations

Total claimed Alaska Education Tax Credits may not exceed \$5,000,000				
Gift Amount	Alaska Educational Tax Credit	Estimated Federal Tax Benefit*	Total Tax Savings (State and Federal)	Net cost of Donation
\$10,000	\$5,000	\$1,750	\$6,750	\$3,250
\$50,000	\$25,000	\$8,750	\$33,750	\$16,250
\$100,000	\$50,000	\$17,500	\$67,500	\$32,500
\$200,000	\$150,000	\$17,500	\$167,500	\$32,500
\$300,000	\$250,000	\$17,500	\$267,500	\$32,500
\$400,000	\$300,000	\$35,000	\$335,000	\$65,000
\$500,000	\$350,000	\$52,500	\$402,500	\$97,500
\$1,000,000	\$600,000	\$140,000	\$740,000	\$260,000
\$9,800,000	\$5,000,000	\$1,680,000	\$6,680,000	\$3,120,000

*Assumes a federal tax rate of 35%. This calculation is simplified and actual results may vary depending upon the unique circumstances of each taxpayer. Please contact your tax consultant for further information.



The Fairbanks North Star Borough School District is an equal employment and educational opportunity institution.

This brochure is for illustration purposes only. Please consult your tax advisor or the State of Alaska Department of Revenue for specific questions about the Alaska Education Tax Credit.