

## **How the 50% Tax Credit Works:**

1. You donate to BCFO's NAP-approved project (our mammogram voucher program).
2. You apply for NAP credits using a simple form that BCFO helps you complete.
3. The Missouri Department of Economic Development reviews the application and issues a tax credit certificate if approved.
4. You claim that credit on your Missouri business income tax return, reducing what you owe to the state dollar-for-dollar by 50% of your donation amount.

## **Example (for illustration only):**

- You donate \$10,000 to BCFO through NAP.
- You may receive a \$5,000 Missouri NAP tax credit (50% of your gift).
- You may also still claim regular charitable deductions on your federal and Missouri returns, further reducing your net cost (subject to your individual tax situation).

NAP credits can generally be used in the year of the donation, and if you can't use the full amount, they can typically be carried forward for up to five additional tax years, within Missouri's program rules. Please consult your tax advisor to understand exactly how NAP credits will benefit your specific tax situation.

## **Who Is Eligible (You Must Have Business Income):**

To receive NAP tax credits, you must have Missouri business income, because the credit is applied to Missouri business-related tax liabilities (such as income or certain business taxes). According to Missouri's NAP guidelines, eligible donors include:

- Businesses, such as corporations and certain financial institutions
- Individuals with business or business-type income, including those who:
  - Operate a sole proprietorship or farm
  - Have rental property or royalty income
  - Are a shareholder in an S-corporation
  - Are a partner in a partnership
  - Are a member of a Limited Liability Company (LLC)

If you're unsure whether your income qualifies as "business income," your accountant or tax advisor can help you determine eligibility.

## **How to Claim NAP Tax Credits Through BCFO:**

1. Contact BCFO (see below) to confirm that NAP credits are currently available.
2. Make your qualifying donation to BCFO, designated for the NAP mammogram voucher program.
3. Complete the NAP tax credit application form provided by BCFO.
4. Return the signed form and proof of donation to BCFO. Some applications require notarization; our staff will guide you.
5. The Missouri Department of Economic Development will review your application and, if approved, mail your tax credit certificate directly to you.
6. Give the certificate to your tax preparer or include it with your Missouri business income tax return to claim your credit.