



How It Works

A program like this has a few moving parts. Here is what they are, and how the Foundation handles them so the funds reach your students.

The moving parts

- Finding donors, and giving them clear information.
- Building the systems to manage everything and ensure compliance.
- Handling eligibility so the funds reach your school.

What your school receives

- Materials that explain the program and answer your community's questions.
- Ready to share, with support whenever you need it.

A simple system

- Easy for you to track.
- Easy for donors to support the school community they choose.
- Full transparency and peace of mind.

THE MATH

A \$1,700 donation means \$1,700 less in federal taxes owed. For employees, it can be handled through payroll, with no net cost, so the funds go to work for your students.

Next: Watch Video 3, The Payroll Option, to see how teachers and staff take part, step by step, or reach out anytime.

This information sheet simplifies a federal tax program (the federal scholarship tax credit, Section 25F) and is not tax advice; everyone's situation is different. "No net cost" assumes at least \$1,700 in federal income tax liability; unused credit can carry forward up to five years. The K-12 Scholarship Foundation's federal 501(c)(3) status and Scholarship Granting Organization listing are pending, and the credit applies in participating states. Please review with your accountant or tax professional, starting with the IRS Federal Scholarship Tax Credit program page ([irs.gov](https://www.irs.gov)).