



Moline Regional
**Community
Foundation**

Your giving *in action*.

ILLINOIS GIVES TAX CREDIT ACT

Rewards Donors with a 25% Income Tax Credit

Effective January 1, 2025

What does the Illinois Tax Credit Act do?

Individual donors may receive an additional 25% tax credit for endowed gifts to Illinois Community Foundations. The goal is to encourage permanent endowments benefiting IL communities forever.

How much is available?

\$5M in tax credits, allowing for \$20M in donations.

Individual taxpayers can claim up to \$100,000 in tax credits, equating to a \$400,000 donation.

Is this a federal tax credit?

This is not a federal tax credit; it only impacts IL income tax.

Do I have to be an Illinois resident?

Whether you're an IL resident or not, paying Illinois income tax makes you eligible to claim the tax credit. It's designed to be inclusive, ensuring everyone contributing to the Illinois community can benefit.

Who qualifies as a "donor"?

Any IL taxpayer, including individual and joint filers, corporations, partnerships, trusts, and estates, can make an eligible gift to a community foundation. This Act is designed to include all Illinois taxpayers, ensuring everyone can contribute to the community.

What is an "eligible gift"?

A donation to an endowed fund at an accredited IL community foundation. Moline Regional Community Foundation is an accredited Illinois Community Foundation.



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What assets can become gifts?

At Moline Regional Community Foundation, various endowed fund types are available, including designated fields of interest, scholarships, and nonprofit partner funds.

What is an “endowed fund”?

An endowed fund is permanently invested to allow for growth and preserve assets. Investment earnings are used to make annual payouts to IL nonprofits. Moline Regional Community Foundation’s payout rate is currently 4.25% of the net assets calculated on a 4-year rolling average.

What types of funds can become endowed?

At Moline Regional Community Foundation, we have various funds that can become endowed. These include designated fields of interest, scholarships, and nonprofit partner funds.

Can these endowed funds benefit charities outside of Illinois?

Only IL nonprofits will benefit from the endowed gifts.

Are gifts to any charitable organization eligible for this tax credit?

Only gifts to permanent endowments at Moline Regional Community Foundation are eligible. [See List of MRCF Eligible Endowments HERE.](#) Gifts given directly to nonprofits, private foundations, and family foundations are not eligible.

[Illinois Tax Credit Tax Process](#)

Let’s Talk.