



New Hampshire Community Development Finance Authority
 Estimate of Donor's Net Cost of Contributing Through CDFA Tax Credit Program
 Amount of Contribution: \$1,000

	With Contribution	Without Contribution	Net Savings
I. Tax Credit used to pay NH BPT, BET, Insurance Taxes	\$750		\$750
II. Federal Income Tax			
a. Taxable Income before CDFA Contribution & NH BPT	100,000	100,000	
b. less: Contribution to CDFA (Net of Tax Credit Benefit)	-250	0	
c. less: NH Business Profit Taxes	<u>-8,479</u>	<u>-8,500</u>	
d. Adjustments to Taxable Income (a+b+c)	<u>-8,729</u>	<u>-8,500</u>	
e. Net Federal Taxable Income	91,271	91,500	
f. Federal Income Tax Rate	<u>34.0%</u>	<u>34.0%</u>	
g. Total Federal Income Tax Liability	<u>31,032</u>	<u>31,110</u>	78
III. NH Business Profit Tax			
h. Net New Hampshire Taxable Income	99,750	100,000	
i. NH Business Profit Tax Rate	<u>8.5%</u>	<u>8.5%</u>	
j. Total NH BPT Liability	<u>\$8,479</u>	<u>\$8,500</u>	<u>21</u>
IV. Net Savings on a \$1000 Donation to CDFA Tax Credit Program			<u>\$849</u>
V. Net Percentage Cost of Original Contribution			
k. Net Cost of \$1000 Contribiton			\$151
l. Net Percentage Cost of Contribution			15.1%

Notes: 1. Line h: Net NH Taxable Income is equal to lines a less b in the Federal Income Tax section.
 2. A 5 year carryforward is allowed if the total amount of the tax credit is not used in the year it is issued.
 3. For Federal tax purposes there may be limitations that apply to your business.
 4. Contributors are responsible for consulting with their own tax advisors to determine the impact of contributing to the CDFA tax credits on their finances.