TAX Credit - Frequently Asked Questions

Donations up to \$750 (individual) or \$1500 (married filed jointly) to an Ohio Scholarship Granting Organization may qualify for a TAX CREDIT on the donor's Ohio tax return.





Ohio Tax Table

| Ohio Taxabl | e Income Tax Calculation |
|-----------------------|--|
| Adjusted Gross Income | Tax Amount |
| 0 - \$25,000 | 0.00% |
| \$25,001 - \$44,250 | \$346.16 + 2.765% of excess over \$25,000 |
| \$44,250 - \$88,450 | \$878.42 + 3.226% of excess over \$44,250 |
| \$88,450 - \$110,650 | \$2,304.31 + 3.688% of excess over \$88,450 |
| more than \$110,650 | \$3,123.05 + 3.990% of excess over \$110,650 |

Where can I find my Ohio tax liablity?

Your tax liability can be found on line 13 (page 2) of the **Ohio IT 1040**

| 2021 Ohio IT 1040 Individual Income Tax Return | | 21000202 Sequence No. 2 | |
|--|-----|-------------------------|---------|
| 7a. Amount from line 7 on page 1 | Ш | | |
| Sa. Nonbusiness Income tax liability on line 7a (see instructions for tax tables). | | | |
| 5b. Business income tax liability = Ohio Schedule IT BUS. line 14 (Include schedule) | 8b | | |
| Sc. Income tax liability before credits (line &a plus line &b) | 8c | | |
| Chio nonrefundable credits – Ohio Schedule of Credits, line 38 (include schedule) | . 9 | | |
| 10. Tax liability after nonrefundable credits (line 8c minus line 9; if negative, enter zero) | 10 | | |
| 11. Interest penalty on underpayment of estimated fax (include Ohio IT/SD 2210) | | Ohio Tax Liability | , |
| 12. Unpaid use tax (see instructions) | 12 | CYILD TAK LIADIIITY | l ~- |
| 13. Total Ohio tax liability before withholding or estimated payments (add lines 10, 11 and 12) | _13 | | - |
| Chio income tax withheld – Schedule of Chio Withholding, part A, line 1 (include schedule and income statements) | 14 | | |
| Estimated and extension payments (from Ohio IT 1040ES and IT 40P), and credit carryforward from last year's return | 15 | | |
| 16. Refundable credits – Ohio Schedule of Credits, line 44 (include schedule) | 16 | | |

Can I claim my donation on both state and federal tax returns?

No. If you are claiming the maximum individual donation (\$750) you may claim your full credit on your Ohio tax return. However, any donation above your Ohio tax liability may be taken as a deduction on your federal tax return.

For example:

If you make the maximum individual donation of \$750 but your Ohio tax liability (before applying the credit) is \$400, your credit would be \$400 and the remaining \$350 may be taken as a charitable donation on your Federal Income Tax Return.

What if I don't have any Ohio tax liability?

Your donation to an Ohio Scholarship Granting Organization would not be eligible as an Ohio credit. The full donation may be eligible to take as a deduction on your federal tax return.

Check with your accountant or tax professional to determine how donations may impact your specific tax situation.