



ST. ALOYSIUS CATHOLIC SCHOOL

Forming Saints and Scholars in Christ

Dear Saint Aloysius Parishioner,

You are being sent this letter because you have shown a willingness to help the children at Saint Aloysius receive the Catholic Education their families so much desire for them. We want to explain the implications of giving to the SGO for the benefit of Saint Aloysius.

The SGO (Scholarship Granting Organization) allows you to realize almost unbelievable tax advantages while supporting the Catholic school you love. Here is how it works:

Whatever you donate can be deducted from your income before you figure your Federal income tax, if you are able to itemize. (See your accountant to determine your personal tax situation). So, if you donate \$1000 and you are at a 25% Federal tax rate, you would owe \$250 less in Federal tax so the donation would really only cost you \$750.00.

Here is the part that is almost unbelievable: The state of Indiana allows a **tax credit** of 50% of the donated amount. What that means is, with that same \$1000 donation, the state of Indiana will allow you to reduce the state taxes owed by 50% of your donation amount or in this case by \$500.

St. Aloysius Catholic School KEEPS THE ENTIRE DONATED AMOUNT!!!

That means that if you donate that \$1000 to the SGO the Diocese of Fort Wayne South Bend has set up and earmark it for Saint Aloysius, the state will reduce your tax bill for the year donated by 50% of the amount donated, or \$500 in this case, and the Federal government allows a **deduction from your taxable income**, if you itemize, and if you are at a 25% tax rate that is a further \$250 or a total reduction in taxes owed of \$750.00. So that \$1000 donation ends up costing you \$250 (\$1000.00 - \$500.00 state tax credit - \$250.00 due to federal deduction). Give \$2000 and it could cost you just \$500 after the tax consequences. Give \$10,000 and it could really only cost you \$2500.00

Obviously, you must be inclined to give to help Saint Aloysius in the first place, but you have already proven you are willing to do that. Now you can do that and have it cost you much less!

98.7% of the children attending Saint Aloysius receive some kind of financial support beyond the tuition paid by their families: 22% of our students have received SGO assistance just this school year alone. If you combine those who get SGO assistance with those getting School Choice Scholarship (voucher) support, that impacts 78% of our Saint Aloysius students. Your additional financial support of the school is the difference between families being able to get the Catholic education they wish for their children and not being able to.

Consult your tax accountant/advisor and consider making a donation at <https://www.sgonei.org/>. Please call Mrs. Voors at the school, 622-7151 if you have further questions.