



**heartland  
foundation**

Heartland Foundation is a 501(c)(3) public charity  
dedicated to empowering children and adults to  
build healthier, more livable communities.

# Neighborhood Assistance Program

## A Unique Tax Credit Opportunity

### What is NAP?

The Neighborhood Assistance Program (NAP), administered by the Missouri Department of Economic Development, was created to assist endangered communities and their residents in the improvement of their quality of life. This program enables donors to redirect their Missouri tax dollars to local projects while reducing the administrative and overhead costs of state administration of the same program. This credit is equal to 50% of the contribution. **For example, a \$10,000 contribution will result in a \$5,000 Missouri tax credit.** This credit can be used in addition to your standard deduction. It is recommended that donors ask their tax advisor about personal circumstances.

### How do NAP credits benefit you and your community?

You can redirect your Missouri tax dollars directly while making a difference in the lives of our regional youth. As an incentive, the tax credit not only maximizes the amount a donor might give, but also provides an opportunity for businesses, state government and the nonprofit sector to build and sustain communities by establishing solid public-private partnerships.

### Are you eligible?

A minimum gift of \$2,500 will qualify for NAP tax credits. These credits are used to offset your Missouri state income tax liability.

- Sole Proprietorship - filing - Federal form 1040, Schedule C and MO-form 1040
- Farm Operations - filing - Federal form 1040, Schedule F and MO-form 1040
- Rental Income - filing - Federal form 1040, Schedule E and MO-form 1040
- Small Business-S-corp. - filing - Missouri form 1120S (also shareholders)
- Partnership - filing - Missouri form 1065 (also partnerships)
- Financial Institution - filing - Missouri financial tax return
- Insurance Company - filing - MO insurance tax return w/ MO Dept. of Insurance
- LLC - filing - Missouri form 1120, 1120S, or 1065

### Making a contribution

- Contribution must be made prior to March 31, 2010.
- Heartland Foundation accepts cash, checks, credit cards (Master Card and Visa), stocks, and bonds.
- The donor has year of contribution, plus 5 more years, to claim tax credits. Any balance remaining after the 6th year is forfeited.
- The application must be made within one year of the contribution date.
- All contributions are nonrefundable and non-transferable.
- **Invest today at [www.hfmarket.org](http://www.hfmarket.org) or by contacting Heartland Foundation at 816.271.7200.**



There are two worlds in which we can choose to live. One is called **Behind**; the other **Ahead**. For Heartland Foundation, our choice is clear. We believe that each of us is progress, each of us is potential, each of us is possibility, but only if we **Think Ahead**.

**Tax Credit Opportunity Ends March 31, 2010**

**think ahead**  
**emPowerU**

[www.hfmarket.org](http://www.hfmarket.org)  
[www.heartlandfoundation.org](http://www.heartlandfoundation.org)

# Neighborhood Assistance Program

- A minimum gift of \$2,500 will qualify for NAP tax credits.
- It is recommended that donors ask their tax advisor about personal circumstances.
- The projections below assume full deduction for contribution and no phaseout of itemized deductions.
- Contribution must be made prior to March 31, 2010.
- Donor has year of contribution, plus 5 more years, to claim the tax credits.
- The application must be made within one year of the contribution date.

Business - C Corporations				
Tax Bracket				
Federal (Top Bracket)	39%	39%	39%	39%
Missouri	6.25%	6.25%	6.25%	6.25%
Contribution	\$10,000	\$50,000	\$100,000	\$200,000
Savings consist of:				
Federal and Missouri Tax	\$4,525	\$22,625	\$45,250	\$90,500
50% Missouri Credit	\$5,000	\$25,000	\$50,000	\$100,000
Total Savings	\$9,525	\$47,625	\$95,250	\$190,500
Net Out of Pocket	\$475	\$2,375	\$4,750	\$9,500

Individuals - Schedule C, F, R filers Shareholders and/or Partners - K-1 filers				
Tax Bracket				
Federal (Top Bracket)	35%	35%	35%	35%
Missouri	6%	6%	6%	6%
Contribution	\$5,000	\$10,000	\$50,000	
Savings consist of:				
Federal and Missouri Tax	\$2,050	\$4,100	\$20,500	
50% Missouri Credit	\$2,500	\$5,000	\$25,000	
Total Savings	\$4,550	\$9,100	\$45,500	
Net Out of Pocket	\$450	\$900	\$4,500	

**Think Ahead  
Invest today!  
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816.271.7200**



Designed by youth participating in Next-Generation Jobs Team, an internship program, made possible in part by funds from American Recovery & Reinvestment Act of 2009 & Northwest Workforce Investment Board.



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