ihcda

Indiana Housing & Community Development Authority

INDIVIDUAL DEVELOPMENT ACCOUNTS

TAX CREDIT PROGRAM

PROGRAM OVERVIEW

The Individual Development Account (IDA) Tax Credit Program provides a **tax credit incentive for donors to increase contributions** to local non-profit community-based organizations (IDA Administrators) **to support their work helping Hoosiers become financially self-sufficient**.

HOW IDA TAX CREDITS WORK

- Donors make eligible contributions to IDA Administrators with available tax credits.
- For each eligible contribution received, the IDA Administrator provides the donor with a **tax credit worth 50% of the contribution amount**.
- Donors claim IDA tax credits on their **Indiana tax returns** for the tax year in which the donation was made.
- Eligible donors include **individuals**, **married couples**, **corporations**, and **Donor-Advised Funds**.

YOUR CONTRIBUTIONS HELP COMMUNITIES

All contributions support the IDA Program, which **helps working Hoosiers with limited means achieve longterm self-sufficiency.**

Through IDA, participants develop **savings habits** and **financial literacy skills** through **education** and **matched savings incentives**.

IDA assists participants in purchasing a **major asset**, which can include include:

- a **home**;
- **education** or **job training**;
- a **small business**;
- owner-occupied **home repairs**; or
- a **vehicle** for tranportation to work or school.

ELIGIBLE CONTRIBUTIONS

- Cash, Check, or Credit Card Donations
- Liquidated Stock
- IRA or 401(k) Distributions
- Donor-Advised Fund Donations
- United Way Designations

For general program information or to learn more about becoming an IDA Administrator, email: IDA@IHCDA.IN.GOV