The Alaska Education Tax Credit

The Ultimate ROI

A Win/Win/Win Investment

The Alaska Education Tax Credit truly is the ultimate return on investment (ROI).

- Reduce your tax bill by up to 89% depending on your giving level
- Designate gifts to programs that directly benefit your industry’s training needs
- Provide direct support to your community or region

For more information on receiving an education tax credit for your donation to the University of Alaska, call us at 907-786-1146, email tax.credit@alaska.edu or visit our web site: www.alaska.edu/cfr

University of Alaska Anchorage, 907-786-4847
UAA_development@uaa.alaska.edu

University of Alaska Fairbanks, 907-474-2619
UAF-giving@alaska.edu

University of Alaska Southeast, 907-796-6416
development@uas.alaska.edu

“Interning with BP not only allows students to further their personal and professional development, but also gives them the opportunity to work on real, value adding projects for the company.”
— Brennen Chamberlain, BP Intern

“The mining industry constantly struggles to find knowledgeable, talented and experienced employees. Pogo has several engineers on site who attended the UAF engineering program. After time spent in the field, they are now among Pogo’s shining stars. It is due to the knowledge and training they gained at UAF.”
— Chris Kennedy, Sumitomo Pogo

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Gifts to the university can be designated to industry related programs. These programs in turn produce the workforce that directly benefits your company. Opportunities include but are not limited to:

- Scholarships
- General Support
- Internships
- Endowments
- Athletics
- Chairs
- Fellowships
- Professorships
- Facilities
- Centers and Institutes
- Workforce Development Programs

You can even work with the university to design a training program specific to your business or industry needs.
How the Tax Credit Works:

A newly expanded Alaska Education Tax Credit went into effect January 1, 2011. The maximum tax credit that may be claimed in any one tax year is now $5 million.

If you owe eligible taxes, you can claim an Alaska Education Tax Credit for your donations to the University of Alaska (UA).

For example, if your business owes the State of Alaska $300,000 in corporate income tax, and you donate $300,000, you may claim a $250,000 credit against your state tax liability.

The Bottom Line:
You have benefitted UA with a $300,000 gift and your tax bill has been reduced from $300,000 to only $32,500.

### Tax Benefits for Corporate Gifts to the University of Alaska

Receive an Alaska Education Tax Credit for up to 50% of the first $100,000 of your gift, 100% of the next $100,001 to $300,000 and 50% of the next $300,001 to $10 million of your donation. Total claimed Alaska Educational Tax Credits may not exceed $5 million.

<table>
<thead>
<tr>
<th>Gift Amount</th>
<th>Alaska Education Tax Credit</th>
<th>Estimated Federal Tax Benefit*</th>
<th>Total Tax Savings (State and Federal)</th>
<th>Net Cost of Donation</th>
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**Bottom Line – the net cost to the donor to make a $1M gift is $260,000**

*Assumes a federal tax rate of 35%. This calculation is simplified and actual results may vary depending upon the unique circumstances of each taxpayer. Please contact your tax consultant for further information.

### Eligible Taxes:

Valid for companies paying the following taxes in the State of Alaska:

- Fisheries Business Tax / Fisheries Resource Landing Tax
- Corporate Income Tax
- Insurance Premium Tax / Title Insurance Premium Tax
- Mining License Tax
- Oil and Gas Production and Transportation Tax
- Oil and Gas Property Tax

"The university arranged for us to meet the students we supported with our contribution. It was truly inspiring to see the real-life impact our investment had on this group of young Alaskans."

– Linda Hulbert, New York Life Insurance Company

"As a community bank, Northrim’s success is dependent on the strength of Alaska’s economy. Through the Education Tax Credit, we support the university’s Institute of Social and Economic Research and other programs that help Alaska’s citizens and leaders understand what makes our economy work."

– Joe Beedle, Northrim Bank

When you make a gift to the University of Alaska, you positively impact the communities in which you live and do business. You’re supporting students who will find jobs in Alaska. An educated community is a prosperous one and the benefits extend throughout the state.