

Enterprise Zone Contribution Project

Gifts are eligible for up to 25% state tax credit



COLORADO

Office of Economic Development
& International Trade

Keeping Life Grand,

When Moments Matter

A capital campaign to support the Middle
Park Health Fraser Campus.

#lovegrand

Enterprise Zone Tax Credit Guide

Information provided in this document is for general informational purposes only and should not be relied upon as legal, tax, or accounting advice.

2023
HX Guardian
of Excellence
Award®

PressGaney



MIDDLE PARK
MEDICAL *Foundation*

Donations qualify for up to a 25% tax credit.



TABLE OF CONTENTS

- Disclaimer
- Colorado Enterprise Zone Contribution
Project details
- Key Enterprise Zone Contribution
Credit Criteria
- Using A Qualified Charitable
Distribution (QCD) to Maximize your
Gift and Tax Benefits
- Federal and CO State Tax Savings by
Tax Bracket - **Married Filing Jointly**
- Federal and CO State Tax Savings by
Tax Bracket Using a QCD - Married
Filing Jointly

DISCLAIMER

Please note that the information provided in this document is for general informational purposes only and should not be relied upon as legal, tax, or accounting advice. You should consult your own advisors before making any decisions based on this information. We do not accept any responsibility for any loss or damage, direct or indirect, resulting from your use of this information. Any tax advice contained in this communication (including any attachments) is not intended or written to be used, and cannot be used, for the purpose of avoiding penalties under the Internal Revenue Code or promoting, marketing or recommending to another party any transaction or matter addressed herein.

Middle Park Medical Foundation is a qualified charitable organization and a 501 (c)(3) non-profit public benefit organization (Federal ID 84-1594815)

COLORADO ENTERPRISE ZONE CONTRIBUTION PROJECT DETAILS

- MPMF Fraser Campus Campaign is a Colorado State Approved Enterprise Zone Contribution Project
- Enterprise Zone Contribution Projects are managed by local Zone Administrators to encourage public-private partnerships to improve the economy for the benefit of the broader Enterprise Zone
- Gifts may be fulfilled as either a one-time payment or pledged as an equal amount over up to 5 years – See Attached Gift Agreement Form
- Monetary contributions are eligible for a 25% Colorado State tax credit for tax years 2024, 2025 and 2026
- These include cash, check payments, electronic funds transfers, and debit or credit card payments
- In-kind donation gifts are eligible for a 12.5% Colorado State tax credit
- These include property, stocks, bonds, and other intangible property
- LLC's and Commercial businesses DO qualify
- Donor Advised Funds DO NOT qualify



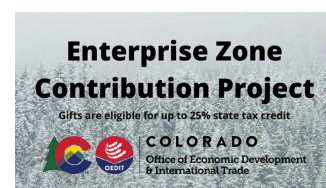
MPMF Fraser Campus Campaign is a Colorado State Approved Enterprise Zone Contribution Project . It is currently the only one in Grand County.

Keeping Life Grand - When Moments Matter. #lovegrand



KEY ENTERPRISE ZONE CONTRIBUTION CREDIT CRITERIA

- Taxpayers must obtain a Certification of Qualified Enterprise Zone Contribution from the enterprise zone administrator to claim the contribution credit – See Attached Certificate
- Total credit allowed to a taxpayer for any tax year may not exceed \$100,000
- Certain contributions may qualify for both the enterprise zone contribution credit and the federal charitable contribution deduction
- The federal charitable contribution deduction amount must be reduced by the enterprise zone contribution credit claimed
- The credit a taxpayer can use for any tax year is limited to the taxpayer's net Colorado state tax liability
- If the allowable credit exceeds the taxpayer's Colorado net tax liability, the taxpayer can carryforward the excess credit to offset taxes due for subsequent years
- Credits may be carried forward up to five tax years
- Any credit that has not been used within the carryforward period expires and is no longer available to the taxpayer

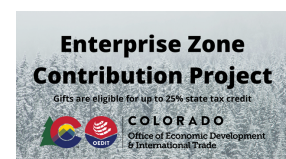


Keeping Life Grand - When Moments Matter. #lovegrand



USING A QUALIFIED CHARITABLE DISTRIBUTION (QCD) TO MAXIMIZE YOUR GIFT AND TAX BENEFITS

- A QCD is an otherwise taxable distribution from a Traditional or Inherited IRA owned by an individual who is age 70 ½ or over that is paid directly from the IRA to a qualified charity
- A QCD allows individuals to donate up to \$100,000 to one or more charities directly from a taxable IRA instead of taking their required minimum distribution
- Your QCD amount can be more than your RMD
- QCD's can start as early as 70 ½ even though RMD's aren't required until 73
- The QCD rule effectively allows IRA account owners to reduce their federal income taxes since the amount is excluded from taxable income
- QCD's provide greater tax savings than cash donations for which charitable tax deductions are claimed
- The maximum annual exclusion for QCD's is \$100,000
- When filing a joint return, the spouse can also have a QCD and exclude up to \$100,000
- Any QCD more than the \$100,000 exclusion limit counts as income like any other distribution
- You do not have to itemize deductions to make a QCD
- QCD's will be indexed annually for inflation starting in 2024
- You can't make a QCD directly from a 401(k), but you can roll over your funds to an IRA and then make a donation



Keeping Life Grand - When Moments Matter. #lovegrand



FEDERAL AND CO STATE TAX SAVINGS BY TAX BRACKET - MARRIED FILING JOINTLY

Tax Rate C1	Cash Contribution C2	Federal Tax Savings C3 (C1xC2-C4)	ETC/CO State Tax Savings C4 Lessor of (C2x25%) or \$100K	Total Tax Savings C5 (C3+C4)
12%	\$10,000	\$0	\$2,500	\$2,500
22%	\$25,000	\$0	\$6,250	\$6,250
24%	\$50,000	\$0	\$12,500	\$12,500
32%	\$100,000	\$7,000	\$25,000	\$32,000
35%	\$500,000	\$75,000	\$100,000	\$175,000
37%	\$1,000,000	\$270,000	\$100,000	\$370,000
37%	\$2,500,000	\$825,000	\$100,000	\$925,000

Enterprise Zone Contribution Project
 Gifts are eligible for up to 25% state tax credit



COLORADO
 Office of Economic Development & International Trade

Keeping Life Grand - When Moments Matter. #lovegrand




FEDERAL AND CO STATE TAX SAVINGS BY TAX BRACKET **USING A QCD** - MARRIED FILING JOINTLY

Tax Rate C1	Cash Contribution C2	Taxable Inc Reduction C3 (C2-C4)A or (C2- \$100KxC1)B	ETC/CO State Tax Savings C4 Lessor of (C2x25%) or \$100K	Total Tax Savings C5 (C3+C4)
12%	\$10,000	\$7,500 A	\$2,500	\$10,000
22%	\$25,000	\$18,750 A	\$6,250	\$25,000
24%	\$50,000	\$37,500 A	\$12,500	\$50,000
32%	\$100,000	\$75,000 A	\$25,000	\$100,000
35%	\$500,000	\$240,000 B	\$100,000	\$340,000
37%	\$1,000,000	\$433,000 B	\$100,000	\$533,000
37%	\$2,500,000	\$888,000 B	\$100,000	\$988,000

**Enterprise Zone
Contribution Project**

Gifts are eligible for up to 25% state tax credit




COLORADO
Office of Economic Development
& International Trade

Keeping Life Grand - When Moments Matter. #lovegrand



EZ CREDIT FORM EXAMPLE



COLORADO
Office of Economic Development
& International Trade



140075 19999

Cert#: CC-0247427

Enterprise Zone Contribution Credit Certificate

This form certifies the receipt and value of a contribution to a project for an enterprise zone purpose as approved by the State Economic Development Commission. This certificate provides an estimated credit; the actual credit earned may differ from the amount certified on this form. The actual credit rate earned is contingent on the mix of cash and in-kind donations made to all eligible projects during the tax year.

To claim an Enterprise Zone credit, the taxpayer must electronically file an income tax return and the Enterprise Zone Credit and Carryforward Schedule (DR 1366) Pursuant to C.R.S. 39-30-103.5(7) along with this certificate. Information on the source and amount of enterprise zone contributions may be disclosed as a public record.

Become a registered user of www.Colorado.gov/RevenueOnline to see your assigned Colorado Account Number.

Colorado tax and filing information is available at www.taxcolorado.com

Visit oedit.colorado.gov/ez for Enterprise Zone program information including Enterprise Zone Administrator and project contact information.

Contributor

Contributor Name Test **Address** Po Box 123
Test, CO 81650

Phone Number **Email Address**

Tax ID 0000

Project Organization

Name Middle Park Medical Foundation **FEIN** 84-1594815

Phone Number (814) 366-7443 **Project Name** Middle Park Medical Foundation - Capital Campaign

Approved Use of Funds Capital Campaign/Community Facility/
Contributions made to this project will be used for the construction of a new Middle Park Medical Campus in Fraser, CO.

Contribution

Contributions comply with the federal charitable contribution guidelines. Contributions must be used for the approved purpose only. Taxpayer must recognize the credit during the calendar year in which the contribution was made.

Contribution Type Cash Contribution **Amount Contributed** \$1,000.00

Estimated Tax Credit \$250.00 **Contribution Date** 3/18/2024

Documentation Cash Donation

Received & Submitted By

Name Tiffany Pehl **Title**

Certification

Name Tiffany Pehl **Enterprise Zone** Northwest EZ

Date 3/18/2024

Disclosure of contribution fee assessed by the enterprise zone on the project organization: 1% of contributed amount (2% for Routt County based projects) + \$1/application

GIFT AGREEMENT EXAMPLE



GIFT AGREEMENT

• WE/I COMMIT THE FOLLOWING TO THE M.P.M.F. FRASER CAMPUS CAMPAIGN:

I prefer my gift to be fulfilled:

Date of Gift :

One Time Payment

Multi Year Payment

1 year 2 years 3 years 4 years 5 years

The total pledge amount will be equally distributed by years selected. If you would like a different distribution, please specify:

PERSONAL INFORMATION

Full Name :
Date of Birth : Last 4 Digits of SSN :
Month/Day/Year
Physical Address :
Mailing Address :
City : State : Zip Code :
Phone # :
E-Mail :

RECOGNITION

I agree to allow MPMF to publish my name or specified name(s) in various publications, online, and in press releases. For recognition purposes, the donor shall be identified as

For donors that wish to remain anonymous, write "anonymous" in the line above.

NAMING RIGHTS

I wish to secure naming rights of (see chart on reverse side):

SPECIAL CREDITS AND DEDUCTIONS

MPMF Fraser Campus Campaign has been classified as an Enterprise Zone Contribution Project by the State of Colorado - All donations to this campaign are eligible for up to a 25% Colorado State Tax Credit. There are additional tax advantages available to donors over 70.5 years of age. We advise donors to consult their tax professional to take full advantage of all the benefits of your donation.



Signature of Donor

Date:

THANK YOU FOR YOUR GIFT OF BUILDING LIFE

GRAND!

Middle Park Medical Foundation is a qualified charitable organization and a 501 (c)(3) non-profit public benefit organization (Federal ID 84-1594815).
www.middleparkmedicalfoundation.org | PO Box 252 Kremmling, CO 80459. | foundation@middleparkhealth.org

Keeping Life Grand - When Moments Matter. #lovegrand



GIFT AGREEMENT EXAMPLE

ADDITIONAL INFORMATION

USE OF THE GIFT

The full amount of the gift is to be put toward the planning, construction, equipment (including medical), and opening of Middle Park Health – Fraser Campus. This gift must be used for the purpose identified above and may not be expended for any other purposes without the donor's prior written approval.

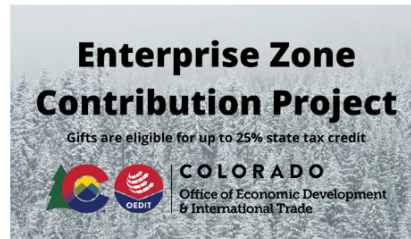
RECOGNITION

In recognition of gifts over \$3,000, MPMF agrees to publicly recognize the donor by placing their name on the donor wall in the completed Middle Park Health – Fraser Campus.

NAMING RIGHTS

MPMF offers naming rights to the Fraser Campus and agrees to publicly recognize the donor by dedicating the name of the specified item to the donor via a highly visible plaque or sign placed on or around that specified recognition and will remain in place for the life of the building. Naming rights are on a first come-first serve basis and can be secured by providing the full donation amount or a pledge that will be paid in full by December 31, 2026. Contact MPMF for an up to date list of available naming rights.

Naming Rights	Donation Amount
Building	\$ 2,500,000.00
First Floor	\$ 1,000,000.00
Second Floor	\$ 750,000.00
Emergency	\$ 200,000.00
Inpatient	\$ 200,000.00
Lab	\$ 150,000.00
Imaging	\$ 150,000.00
Facilities Management	\$ 75,000.00
Conference Room	\$ 75,000.00
Lobby	\$ 75,000.00
Fireplace	\$ 75,000.00
Heli Pad	\$ 50,000.00
Rooms	\$ 30,000.00
Benches/Landscape	\$ 3,000.00



SPECIAL CREDITS AND DEDUCTIONS

Enterprise Zone Contribution Project.

Enterprise Zone Contribution Projects are managed by local Zone Administrators to encourage public-private partnerships to improve the economy for the benefit of the broader Enterprise Zone. Contribution Projects aim to focus community engagement on an economic issue or opportunity to elicit a shift and accomplish a targeted economic development goal within a defined time period. All cash donations to this project from January 1, 2022, to December 31, 2026, are eligible for a 25% Colorado State Tax Credit. All in-kind donations to this project from January 1, 2022, to December 31, 2026, are eligible for a 12.5% Colorado State Tax Credit. More information can be found following this link shorturl.at/cBHPU and downloading the document or by requesting a copy of the document from MPMF.

Qualified Charitable Distributions for IRA Owners over 70.5 Years of Age.

The Internal Revenue Service offers IRA owners age 70½ or over an option to transfer up to \$100,000 to charity, tax-free from their IRA, each year. These transfers, known as qualified charitable distributions (QCDs), count toward the IRA owner's required minimum distribution (RMD) for the year. For more information visit shorturl.at/egj04.

Note: The above information is meant as a notification of special credits and deductions so that gifts have the highest impact possible. This information is not meant as tax or legal advice as tax laws are complex and subject to change. Please consult a professional tax advisor to determine how these special credits and deductions affect your situation.



Middle Park Medical Foundation is a qualified charitable organization and a 501 (c)(3) non-profit public benefit organization (Federal ID 84-1594815).
www.middleparkmedicalfoundation.org | PO Box 252 Kremmling, CO 80459. | foundation@middleparkhealth.org

Keeping Life Grand - When Moments Matter. #lovegrand





MIDDLE PARK
MEDICAL *Foundation*

THANK YOU
FOR MORE INFORMATION AND MEETING
REQUEST, CONTACT:

814.366.7443

foundation@middleparkhealth.org

<https://www.middleparkmedicalfoundation.org/frasercampus/>