

### *TAX CREDITS AVAILABLE*

**Britepaths, Inc. is a Virginia Neighborhood Assistance Program (NAP)-approved organization. Our mission is to provide our Fairfax County area neighbors in need with short-term safety-net services and empower them to work toward long-term self-sufficiency.**

### *ABOUT NAP*

**Neighborhood Assistance Program (NAP) Tax Credit:**

**The purpose of the Neighborhood Assistance Program (NAP) is to encourage businesses, trusts and individuals to make donations to approved nonprofit 501(c) (3) organizations for the benefit of low-income persons. In return for their contributions, tax credits up to 65% of the donation may be applied against their Virginia state income tax liability.**

**As an added “plus,” the contribution is 100% deductible on the taxpayer’s federal return.**

**NAP tax credits allow taxpayers to support a worthy cause and save on taxes as well.**

### *ELIGIBILITY INFORMATION FOR BRIEPPATHS*

**Any individual or married couple that pays Virginia state income tax is eligible. Individuals or married couples may receive a tax credit of up to 65% of the total contribution with a minimum donation of \$500.**

### *DONATE TODAY!*

**Donate now to take advantage of the tax credits made available through NAP. Britepaths has a limited number of available tax credits. For more information on the NAP program and to check availability, contact Dorothy Altmiller at 703.273.8829 or [daltmiller@britepaths.org](mailto:daltmiller@britepaths.org).**





## **A SIMPLE WAY TO UNDERSTAND THE NAP TAX CREDITS**

**The Commonwealth of Virginia has initiated and supports a variety of tax credits that help businesses and individual tax payers save money while furthering valuable economic development, social and environmental improvement projects.**

**If you find that you will owe the state tax this year, these are ways to mitigate that and possibly save you some money, while also helping others.**

**WHAT ARE TAX CREDITS?** The best way to describe tax credits is in contrast to what most taxpayers understand ... tax deductions. *Tax deductions* reduce the amount of your income subject to tax. *Tax credits* directly reduce the tax itself.

**For example, assume you or your business spends \$5,000 that results in a tax deduction. That will reduce your taxable income by \$5,000. In a 25% tax bracket, you would save \$1,250 in taxes.**

**Now compare that with a \$5,000 tax credit. That amount is subtracted from the amount of tax owed as opposed to an offset to income ... as is the case with a tax deduction. Result: Your tax bill is reduced by the full \$5,000 tax credit!**

**The purpose of tax credits is to encourage investment in activities and efforts that will stimulate employment, enhance employee skills development, promote research & development and motivate participation in social and environmental improvements. Taxpayers, businesses and individuals, find tax credits trump tax deductions every time in saving tax dollars.**

**Using tax credits, it's possible to completely offset your Virginia tax liability.**

**Caution! The qualifications, limitations and taxpayer requirements are complex.**

**Give us a call and we'll quickly help you determine if you qualify and for how much.**