DRUMM FARM CENTER FOR CHILDREN
AHAP TAX CREDITS

How to Receive Tax Credits
• Contact Lisa Moorhouse or Brad Smith at Drumm Farm Center for Children, 816-373-3434.
• Make a donation of cash, stock, or construction materials/products to Drumm Farm Center for Children.
• Drumm will provide Donor with appropriate form and instructions.
• Drumm will submit forms to the State of Missouri. State will send Donor the tax credit certificate.

Benefits of the Tax Credits
• Donation will be a charitable contribution deduction on federal and state income taxes.
• 55% of the donation will be a credit against State of Missouri taxes.
• The tax credits can be carried forward for up to 10 years.
• Tax credits can be transferred to individuals.

Eligible Donors
To be eligible, a Donor must be subject to Missouri tax from business activities performed in Missouri. More specifically, a Donor must be classified as one of the following:
• A corporation filing Missouri Form 1120;
• A sole proprietorship filing Federal Form 1040 Schedule C and Missouri Form 1040;
• A farm operation filing Federal Form 1040 Schedule F and Missouri Form 1040;
• An individual reporting income from rental property or royalties on Federal Form 1040 Schedule E and filing Missouri Form 1040;
• A small business corporation (S-Corporation) filing Missouri Form 1120S;
• A partnership filing Missouri Form 1065;
• A bank, credit institution, savings and loan association, credit union, farmer’s cooperative credit association, or building and loan association filing a Missouri financial institution tax return;
• An insurance company filing a Missouri Insurance Tax Return with the Division of Insurance;
• An individual partner in a partnership or shareholder in an S-Corporation; or
• A public or private foundation subject to Missouri tax. The foundation must certify that it is subject to the state income tax imposed by the provisions of chapter 143 RSMo because the unrelated business income of the foundation is subject to Missouri income tax.

Donors may apply the AHAP tax credit against:
• The corporation franchise tax in Chapter 174 RSMo;
• The State income tax in Chapter 143 RSMo;
• The annual tax on gross receipts of express companies in chapter 153 RSMo;
• The tax on banks determined under subdivisions (1) or (2) of subsection 2 of RSMo 148.030;
• The tax on other financial institutions in Chapter 148 RSMo; or
• The annual tax on gross premium receipts of insurance companies in Chapter 148 RSMo.

Eligible Donations
Donations may be in the form of cash, stock, real estate, professional services, or materials and products and must be eligible for the federal income tax charitable deduction.

NOTE:
After claiming this contribution on Missouri and Federal Tax Returns, a Donor receives approximately 80% of the deduction in tax advantages. The out-of-pocket contribution becomes approximately 20% of the original donation.