

Tax Benefits of Giving

To encourage and support charitable giving, the Alberta Government has increased its charitable tax credit. When combined with the Federal credit, Albertans will receive nearly 50% non-refundable tax credit for every dollar donated over the \$200 annual threshold. This increase gives Albertans one of the highest charitable tax credits in Canada. The following example illustrates how the Alberta charitable tax credit combines with the Federal tax credit to provide the optimum benefit to Alberta taxpayers and the charities they support.

Enhanced Charitable Tax Credit Chart

Total Annual Donations*	Alberta	Federal	Total Tax Credit**	Net Donation
\$500.00	\$83.00	\$117.00	\$200.00	\$300.00
\$1,000.00	\$188.00	\$262.00	\$450.00	\$550.00
\$2,000.00	\$398.00	\$552.00	\$950.00	\$1,050.00
\$5,000.00	\$1,028.00	\$1,422.00	\$2,450.00	\$2,550.00
\$10,000.00	\$2,078.00	\$2,872.00	\$4,950.00	\$5,050.00
\$25,000.00	\$5,228.00	\$7,222.00	\$12,450.00	\$12,550.00

* Total Annual Donations – When you make a charitable donation to a Canada Revenue Agency-registered charity, you receive an official income tax receipt.

** The charitable tax credit is non-refundable, which means you must be a taxpayer to benefit from the tax credit.