FREQUENTLY ASKED QUESTIONS

THE BOTTOM LINE:

There's a new federal tax credit starting in 2027. People can redirect up to $1,700 of the federal tax they already owe to CCA to fund Christian school scholarships. Most families qualify, and donors pay nothing extra when their tax bill covers the gift.

Is this real?

Yes. It is federal law, IRC $25F, passed in 2025. Contributions that earn the credit begin January 1, 2027.

Is this a voucher?

No. This is not federal funding and can be combined with NC Oppertunity to cover increasing costs of tuition. Individuals donate to CCA, through Renewanation, a scholarship organization, and receive a tax credit. Renewanation then awards scholarships to students.

Is school choice a threat to our school?

No. The money comes from individual donors, not the government. CCA is affiliated with Renewanation, which has served and protected Christian schools for many years.

How does this help our school?

We believe this program has the potential to bring millions of additional dollars to NC students and families without taking a single dollar from donors. More families can afford rising tuition costs by combining EFTC Scholarships with NC Oppertunity. With additional resources CCA will be able to make advancements to our Grounds, Academics, Fine Arts, and Electives.

Which families qualify?

Families in states that have been opted in, with household income at or below 300% of their county's median. About 9 in 10 families meet the income limit.

Does a donor's state have to opt in?

No. Everyone who owes federal income tax can give a donation and receive the tax credit.

Is it a deduction?

No, it is a credit. A $1,700 deduction saves the average taxpayer $374. This is a dollar-for-dollar credit that saves the full $1,700.

What if someone gets a refund?

Most will still qualify. The credit applies to total tax owed, Line 24 of Form 1040, not to the refund.

How do families apply?

Through their school Families can check back for more information coming SOON!

Who can donate?

Anyone who owes federal income tax, in any state.
Up to $1,700 per taxpayer, per year.

Can donors choose where their gift goes?

Yes. Donors can designate a specific school. While federal law bars designation to a specific student, schools will help their families apply to receive assistance.

SCAN TO LEARN MORE

www.cca-nc.com