

Oregon University Venture Development Fund (UVDF)

A new tax credit program supporting higher education, innovation, and the Oregon economy

Executive Summary

The following is a brief overview of tax advantages and key provisions related to Oregon's new University Venture Development Fund (UVDF), created by the Oregon legislature in 2005 (SB853) and modified in 2007 (SB582). The purpose of the fund is to promote economic development and entrepreneurship, while enhancing education statewide. Donors interested in participating in this exciting initiative are encouraged to consult with a professional tax advisor and a participating institution in addition to reading the enclosed information.

Tax Advantages

State of Oregon tax credit: Sixty percent of your gift to the UVDF is eligible for a tax credit. In any one year, you can use up to 20 percent of your total contribution as a tax credit, not to exceed a donor's Oregon tax liability, or \$50,000, whichever is less. The credit is claimed beginning in the year of the donation and continuing in subsequent years until fully expended.

| Examples | Gift to UVDF | Total Credit (60% of gift) | Yearly Credit (not to exceed 20% of gift) |
|-----------------|--------------|-------------------------------|--|
| Donor #1 | \$20,000 | \$12,000 | \$4,000 |
| Donor #2 | \$1,000,000 | \$600,000 | \$50,000 |

State of Oregon charitable deduction: At this time, the remaining 40 percent of your gift to UVDF is not eligible for the State of Oregon charitable deduction.

Federal charitable deduction: 100 percent of gifts to UVDF may be eligible. Please consult your tax advisor.

Key Provisions

- Tax credit applies only to Oregon taxpayers (individuals and corporations).
- Gifts must be made specifically to the UVDF at one or more participating Oregon public universities.
- Gifts may not be designated for specific projects within a participating university.
- A fully completed UVDF tax credit application must be submitted to and approved by the participating institution before donors are eligible to receive a UVDF tax credit.

For an FAQ and links to participating universities, please visit
www.ous.edu/venturefund