

FEDERAL TAX CREDIT SCHOLARSHIP PROGRAM

A New Opportunity for Alaska Students (STARTING 2027)

What Is the Program?

- ✓ A nationwide federal initiative from the One Big Beautiful Bill Act
- ✓ First federal tax credit specifically designed to incentivize donations to K-12 scholarship programs nationwide
- ✓ Donors get dollar-for-dollar credit up to \$1,700 for contributions to nonprofit Scholarship Granting Organizations (SGOs)
- ✓ SGOs award needs-based scholarships to eligible students, paying funds to parents' chosen school for qualifying expenses
- ✓ Awarding scholarships in 2027
- ✓ Voluntary, donor-funded—no new federal/state spending



How It Works



Individuals and businesses donate to approved Scholarship Granting Organizations (SGOs).



Donors receive 100% federal tax credit (up to \$1,700) per tax return.



SGOs provide funding for: tuition, curriculum, tutoring, instructional services, technology, and educational therapies—to support students in public, private, homeschool, and charter school settings.

Why This Matters for Alaska



Addresses unique geographic challenges in rural and remote areas.



Expands parental choice in selecting educational options that best meets their children's needs.



Encourages Alaska-based SGOs that reflect local values, cultures, and Native-led education models.



Strengthens educational innovation across the state.

Key Benefits – Good for ALL Alaskan Students



Costs Alaska \$0
No state funds
or taxes used



100% funded
by voluntary
private donations



Supports students
in all learning
settings



Prioritizes families
with the greatest
financial need



Empowers parents
to choose the best
learning option

A Real Opportunity

- ✓ Alaskan students deserve an education that helps them reach their full potential.
- ✓ In a state as vast and diverse as ours, one-size-fits-all simply doesn't work.
- ✓ Provides families flexible access to learning opportunities for their children.

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