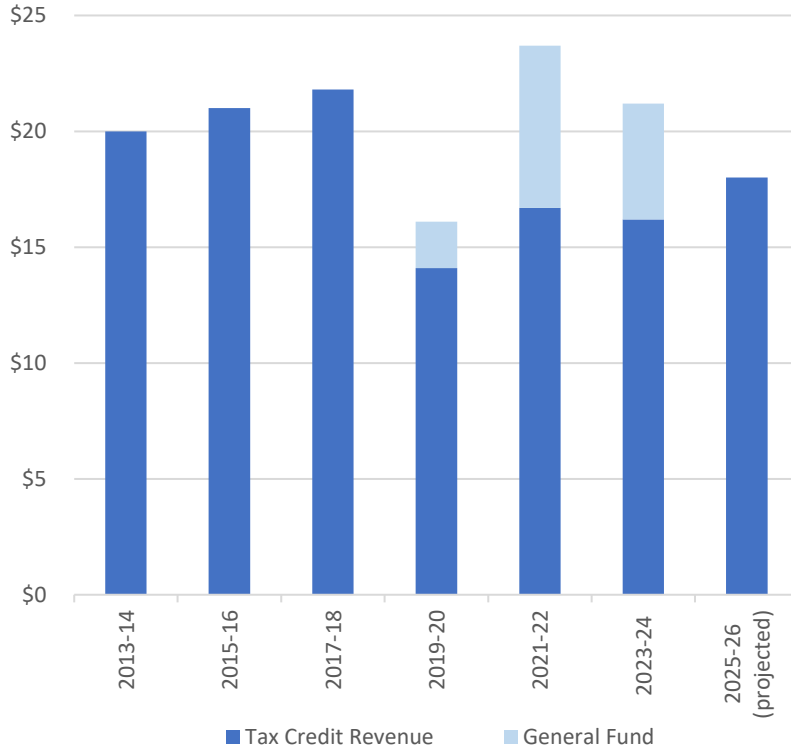


Individual Development Account (IDA) Initiative Funding, 2013 to 2026

IDA Funding (in millions \$)– Donations & General Fund



2013-2018:

- Donors receive IDA tax credit and claim the federal charitable contribution, resulting in net benefit for donors.
- Tax credit rate as low as \$.70/dollar; raises ~\$20M in revenue per biennium.
- The IDA Initiative enrolls more than 2,200 savers per biennia.

2019+:

- Federal tax changes make credits less appealing to donors; \$2.1 million in tax credits unsold in 2019.
- Selling credits at \$.90/dollar results in selling out, but with max revenue of \$16.6M per biennium.
- The legislature allocates General Funds of \$2M in 2020, \$7M in 2021, and \$5M in 2024 to offset losses and address unmet program demand.
- The average match per participant rises to support goal achievement, from \$4,600 in 2013, to \$7,300 in 2025.
- The 2025 legislature increases the tax credit limit from \$7.5M to \$7.7M in 2025 and \$8M in subsequent years.

2026:

- Given rising costs and continued high demand, Neighborhood Partnerships seeks funding to keep service levels consistent with earlier years and provide a more sustainable investment in the IDA Initiative.
- New enrollments in the IDA Initiative will be limited to 1,500 savers in the 2025-2026 biennium, fewer than at any point in the last 12 years. The number of IDA providing organizations around the state will shrink from more than 75 to fewer than 60.

Number of IDA Participants Funded

