

Individual Development Account (IDA) Quick Facts



Individual Development Accounts build the financial management skills of low income Oregonians while they save towards a goal—homeownership, business development, higher education, and employment opportunity. IDAs support movement out of poverty, support wealth creation in low income communities, and provide models for economic success to individuals and their communities.

IDAs help hard working Oregonians build assets

In an IDA, every dollar a participant saves is matched (typically up to \$3) for an approved investment. Oregon IDAs help people buy their first home, start their own business, go to school, repair or make accessible existing homes and purchase equipment or technology to

allow people to work. Eligibility is based on income, completion of financial education classes, and monthly deposits toward a stated goal.

IDAs benefit everyone

- All participants receive financial education, such as personal finance and budgeting, to help them achieve financial stability;
- IDAs help create jobs and get people back to work;
- Fewer families fall into expensive government safety nets;
- More homeowners and small businesses stimulate economic growth.

IDA's Get Results

- As of April 30, 2010, 1,899 participants have met all program qualifications and purchased their asset.
- Regular deposits to savings grew from 20% to 69%
- Satisfaction with financial status increased from 46% to 82%
- Use of budgeting grew from 32% to 70%

Unique funding source is good for you and good for Oregon

The IDA Initiative is funded through the Oregon **75% IDA Tax Credit**, approved by the Legislature in 1999. Individuals and business make a contribution to the Neighborhood Partnerships, an Oregon 501(c)(3) charitable organization. Seventy-five percent of their contribution returns to them as a tax credit on their State of Oregon income tax return. Over 95% of contributions go directly to IDA participants.

No minimum contribution

There is no minimum contribution. The maximum contribution is \$100,000 per year per tax return.

Use now or roll over

Credits can be rolled over for up to three years.

Contributing is easy

The Oregon IDA Initiative accepts checks, credit cards, or the transfer of stocks or mutual funds. A Donor Form with instructions on how to contribute can be found at <http://ida.neighborhoodpartnerships.org>. Donors will receive a letter acknowledging their contributions within 10 days, along with instructions for applying the IDA Tax Credit to their State of Oregon taxes.

Don't wait

Donations for the 2011 tax year must be made by December 31st or before the available credits run out.

Neighborhood Partnerships

Neighborhood Partnerships is an established 501 (c)(3) non-profit partner of the State of Oregon.

More information is available

Please contact Kathy Turner, at Neighborhood Partnerships, if you need additional information. Kathy can be reached at 503-226-3001 x 101 or at kturner@neighborhoodpartnerships.org.