

Office of School Choice

Tuition Donation Credit Program Participation Guide - For Families

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I. Introduction and Purpose

Created by the 2012 Louisiana Legislature, the Tuition Donation Credit (TDC) Program empowers Louisiana families with the financial resources to choose the school that will best prepare their child for college and career. This program provides tax credits to Louisiana taxpayers who donate to tax-exempt, not-for-profit organizations called School Tuition Organizations (STOs) that provide scholarships to K-12 students. The TDC Program launched statewide during the 2013-2014 school year and is governed by Louisiana Revised Statute 47:6301 and BESE Bulletin 134.

STOs play a critical role in the Tuition Donation Credit Program by: a) galvanizing Louisiana taxpayers to directly provide economic resources to Louisiana families; and b) conducting the scholarship award process to enable low-income children to attend the school that their family feels will best prepare their child for college or career success.

The Louisiana Department of Education (LDOE) created this Tuition Donation Credit Program Participation Guide to provide information and guidance to families, participating schools and STOs. This guide serves as a comprehensive tool designed to enhance understanding of the programmatic requirements and expectations outlined in Bulletin 134 by: a) clearly communicating program requirements and expectations; and b) providing comprehensive timelines, guidance and suggested best-practices for participation.

II. Program Eligibility

Students, schools, donors, and School Tuition Organizations (STOs) must meet eligibility criteria to participate in the <u>Tuition Donation Credit Program</u>.

Student Eligibility

To be eligible to receive a scholarship through the TDC Program a student must meet certain income, residency, and prior school year requirements.

Requirement	Criteria	
Income	Have a family household income that does not exceed <u>250% of the Federal Poverty Guidelines</u> , as established by the <u>U.S. Department of Health and Human Services</u> , <u>Office of the Assistant Secretary for Planning and Evaluation</u> .	
Residency	Family resides in the state of Louisiana.	
Prior School Year	Students must meet one of the following prior school-year requirements: • have attended a public school in Louisiana on October 1st and February 1st of the most recent school year; • entering Kindergarten for the first time; or • have participated in the Louisiana Scholarship Program (LSP)/Tuition Donation Credit (TDC) Program the previous school year.²	

A list of acceptable forms of eligibility documentation can be found in <u>Appendix 3</u>. Continuing TDC Program students need to reconfirm eligibility each year they participate in the program.

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¹ STOs may release their student application prior to the February 1st public school count date, but will not be able to verify prior year eligibility in a public school until approximately April.

² To meet this qualification, the student must have received a scholarship from the Louisiana Scholarship Program or from a STOthe previous school year based on enrollment on October 1 and February 1.

III. Awarding Scholarships

Scholarship Award Process

The steps from application release to issuing scholarship payments are detailed in this section.

Step One:	Release of Student Application
Step Two:	Verification of Student Eligibility
Step Three:	Awarding of Student Scholarships
Step Four:	Enrollment in a Nonpublic School
Step Five:	Issuance of Student Scholarship
Step Six:	Verification of Quarterly Enrollment and Issuance Scholarship Payments
Step Seven:	Certification of Issuance of Scholarships to the Louisiana Department of Education (LDOE)

Step One: Release of Student Application

- A sample application may be found in Appendix 4.
 - School Tuition Organizations (STOs) may charge an application fee.

Step Two: Verification of Student Eligibility

- STOs will verify student income and residency eligibility, as well as maintain eligibility documentation for auditing purposes.
 - Scholarship recipients must submit eligibility documentation to the STO each year they participate in the program.
 - Scholarship recipients will lose their eligibility status if they do not meet the income requirement in subsequent years.
- The LDOE will verify prior school eligibility for the STO to determine if the student was enrolled in a Louisiana public school, the Louisiana Scholarship Program (LSP), or the <u>Tuition Donation Credit</u> (<u>TDC</u>) <u>Program</u> for the previous school year.

Step Three - Awarding of Student Scholarships

 Once student eligibility has been verified, scholarships are awarded on a first-come, first-served basis, with priority given to students who received a scholarship through the TDC Program or the LSP the previous year.

Step Four: Enrollment in a Nonpublic School

NOTE: Receipt of a scholarship award does not guarantee enrollment into a specific school. Students must apply directly to a participating nonpublic school for enrollment.

- Qualified schools maintain their own enrollment procedures.
- If the number of TDC Program applicants that meet the participating school's enrollment criteria exceeds the number of available TDC Program seats, the school must conduct a lottery to determine enrollment.
 - The school may give preference to siblings of students already enrolled in the school, scholarship award recipients transferring from another nonpublic school, or students who attended a D or F rated Louisiana public school in the previous school year.
- Once a student is officially enrolled in a participating nonpublic school, the family should promptly notify the School Tuition Organization (STO).

Step Five: Issuance of Student Scholarship

- Once an STO awards a scholarship and confirms a student's enrollment at a participating nonpublic school, the STO can officially issue a scholarship.
- Students may receive awards from multiple School Tuition Organizations as long as the total award does not exceed the maximum scholarship award amounts (refer to Section IV: Scholarship Award Amount for more information).
- Students may apply for and be offered a scholarship from the Louisiana Scholarship Program
 (LSP), School Choice Program for Certain Students with Exceptionalities (SCP), and the <u>Tuition</u>
 <u>Donation Credit (TDC) Program</u>. However, students may only accept and use <u>one</u> of the scholarships.

Step Six: Verification of Quarterly Enrollment and Issuance of Scholarship Payments

- STOs verify student enrollment in each quarter prior to issuing payments.
- STOs distribute quarterly scholarship payments to each participating school in September, December, February and May of the current school year.
- Quarterly payment checks are issued and made payable to the parent/guardian listed on the scholarship student's application.
- Parents must restrictively endorse the check for deposit into the school's account.
- The check recipient must verify that:
 - the information on the check is accurate and complete;
 - the check has been restrictively endorsed into the school's account; and
 - o sign under the check's "For Deposit Only" line.
- Once received, nonpublic schools should stamp or write "For Deposit Only into the Account of (name of nonpublic school)."

Step Seven: Certification of Issuance of Scholarships to the Louisiana Department of Education (LDOE)

• STOs are required to certify that scholarships have been issued by submitting quarterly enrollment reports to the LDOE in September, December, February and May.

IV. Scholarship Award Amount

School Tuition Organizations (STOs) determine the amount of student scholarships. However, scholarship amounts cannot exceed the lesser of either the school's tuition and mandatory fees, or the maximum scholarship award amount for that grade level.

Student Grade Level	Maximum Scholarship Award Amount		
K-8	 80% of the state average Minimum Foundation Program (MFP) per pupil funding amount from the previous school year. The Department of Education will communicate the exact amount available to STOs each year. 		
9-12	 90% of the state average MFP per pupil funding amount from the previous school year. The Department of Education will communicate the exact amount available to STOs each year. 		

Any qualified student receiving a scholarship from an STO cannot receive any other publicly funded scholarship, voucher, or other form of public financial assistance for purposes of attending a nonpublic school. However, a qualified student may receive scholarships from multiple STOs, as long as the total amount of the scholarships does not exceed the amount outlined above.

School Tuition and Mandatory Fees

School tuition and fees charged to <u>Tuition Donation Credit (TDC) Program</u> scholarship students cannot be higher than those charged to non-TDC Program students. Fees should include only the expenses that are mandatory for all enrolled students in that grade level (e.g. school tuition, books and materials, registration fees, etc.). In many cases, the scholarship award will not cover the full tuition and mandatory fees of the applicable nonpublic school. In these instances, families are responsible for the school tuition and fees that exceed the amount of the scholarship.

Transferring a Scholarship Award

Scholarships granted to qualified students are transferable during the school year and can be used at any participating school served by the STO that accepts the qualified student. The parent must verify that the STO partners with the new school, as well as provide verification that the student has been enrolled in the new, qualified school.

If the student moves to a new participating school served by the STO during a school year, the STO can transfer the scholarship award and prorate the scholarship amount.

Please see below for the two most common occurrences resulting in the need for a scholarship award to be prorated. For the purposes of the example scenarios below, MFP for grades K-8 = \$4,200, and for grades 9-12 it is \$4,700.

1. A student transfers to a different school during the school year.

Scholarship	Transfer	Grade	Maximum Scholarship Award Amount (assuming school's tuition and fees meet or exceed 80% of MFP)
Issue Date	Date	Level	
August 15 (School 1)	November 5 (School 2)	5	 1/4 of the payment should be distributed to the school the student was enrolled in during Quarter 1 1/4 of \$4,200.00 = \$1,050.00 to School 1 3/4 of the payment should be distributed to the school the student was enrolled in during Quarters 2, 3 and 4 3/4 of \$4,200.00 = \$3,150.00 to School 2

Note: The original and new school will only receive payments for the quarters in which the student is enrolled. The September report would reflect the full \$4,200.00 at the student's initial school. However, the December report would have two separate lines for this student: one for School 1 reflecting a scholarship award of \$1,050.00 and one for School 2 with a scholarship award amount of \$3,150.00.

2. A student exits the Tuition Donation Credit Program before the end of the school year.

Scholarship Issue Date	Exit Date	Grade Level	Maximum Scholarship Award Amount (assuming school's tuition and fees meet or exceed 90% of MFP)	
August 15 (School 1)	January 10 (School 2)	10	 Since the student exited the program prior to the February (Quarter 3) count date, the student is not eligible to receive funding for quarters 3 or 4. The student is eligible to receive a scholarship for quarters 1 and 2. 2/4 of \$4,700.00 = \$2,350.00 	

Note: The September report would reflect the full \$4,700.00 at School 1. However, the February report would include the January 10 exit date and an updated scholarship award amount of \$2,350.00

For the purpose of prorating a student's scholarship, a student is considered "enrolled" for the quarter if the student attends a qualified school and is absent less than 10 days during any of the following timeframes:

- Quarter 1 = Beginning of the school year through September 30
- Quarter 2 = October 1 through December 31
- Quarter 3 = January 1 through February 28
- Quarter 4 = March 1 through May 31

Appendix 1: Frequently Asked Questions

What is the purpose of the <u>Tuition Donation Credit (TDC) Program?</u>

The TDC Program empowers Louisiana families with the financial resources to choose the school that will best prepare their children for college and careers. This program provides credits to Louisiana state taxpayers that donate to tax-exempt, not-for-profit organizations that provide scholarships to students in low-income families, also known as School Tuition Organizations (STOs).

FAQs for Families:

1. Which students are eligible for a scholarship?

Students should meet each certain income, residency, and prior school year requirements.

Requirement	Applicant Criteria	
Income	Have a family household income that does not exceed <u>250% of the Federal</u> <u>Poverty Guidelines</u> , as established by the <u>U.S. Department of Health and Human</u> <u>Services, Office of the Assistant Secretary for Planning and Evaluation</u> .	
Residency	Family resides in the state of Louisiana.	
Prior School Year	Students must meet one of the following prior school-year requirements: • have attended a public school in Louisiana on October 1st and February 1st of the most recent school year;³ • entering Kindergarten for the first time; or • have participated in the Louisiana Scholarship Program (LSP)/Tuition Donation Credit (TDC) Program the previous school year.⁴	

2. Where can families find a list of STOs participating in the TDC Program? Families can find relevant information about participating STOs on the <u>Tuition Donation Credit</u> Program landing page on the Department's website.

3. How do students apply for a scholarship?

Students apply to an STO for a scholarship. STOs are not-for-profit, tax-exempt organizations [501(c)(3)]. STOs award scholarships on a first-come, first-served basis. Priority is given to students who participated in the TDC Program or LSP in the previous year.⁵

4. How do students choose their school?

Receiving a scholarship from an STO does not guarantee enrollment in a specific nonpublic school. Rather, families must still apply directly for enrollment to the nonpublic school of their choice. STOs may determine to partner with a group of schools for which their scholarship may be used. Families should consult with their choice school and the STO to ensure that a scholarship award can be used at the school. Scholarships are portable and may be used at any participating school that partners with the STOs. Schools may use their own selective

³ STOs may release their student application prior to the February 1st public school count date, but will not be able to verify prior year eligibility in a public school until approximately April.

⁴ To meet this qualification, the student must have received a scholarship from the Louisiana Scholarship Program or from an STO the previous school year based on enrollment on October 1 and February 1.

⁵ To meet this qualification, the student must have received a scholarship from the Louisiana Scholarship Program or from an STO the previous school year based on enrollment on October 1 and February1.

admissions criteria to decide which students they enroll. If the number of students applying with a <u>Tuition Donation Credit (TDC) Program</u> scholarship that meet the participating school's enrollment criteria exceeds the number of available seats, the school must conduct a lottery to determine enrollment.

5. How much is the scholarship?

School Tuition Organizations (STOs) determine the amount of the scholarship. Scholarship amounts cannot exceed the lesser of either school's tuition and mandatory fees or 80% of the state average per pupil funding for elementary and middle school students and 90% of the state average per pupil funding for high school students.

Students may receive a scholarship from more than one STO. The total dollar amount of scholarships may still not exceed the maximum amounts outlined above.

6. Do families have to pay the difference between the TDC Program scholarship and the full tuition and fees charged by the nonpublic school?

Yes, families are responsible for paying school tuition and fees that exceed the amount of the scholarship.

7. Do families have to pay to apply for a scholarship?

STOs may also charge families a scholarship application fee.

8. Can a student participate in both the Louisiana Scholarship Program (LSP) and the TDC Program?

Families may apply for a scholarship from both programs. If a student receives both scholarships, families may accept and use only one of the scholarships, either from the LSP or the TDC Program.

9. Can a student participate in both the School Choice Program for Certain Students with Exceptionalities (SCP) and the TDCProgram?

Families may apply for a scholarship from both programs. If a student receives both scholarships, families may accept and use only one of the scholarships, either from the SCP or the TDC Program.

If you have any questions regarding the Tuition Donation Credit Program, please contact studentscholarships@la.gov.

Appendix 2: Helpful Links

Helpful Links For Families

What is it?	Link
Louisiana Department of Education Website	https://www.louisianabelieves.com/
LDOE School Choice Library	https://www.louisianabelieves.com/schools
Scholarship Program Comparison	https://www.louisianabelieves.com/docs/default-source/school-choice/fa qscholarship-program-comparison.pdf?sfvrsn=18

Appendix 3: Eligibility Documentation Reference Sheet

To be eligible to receive a scholarship through the <u>Tuition Donation Credit (TDC) Program</u> for the **2024-2025 school year**, a student must meet the following income, residency, and prior school year requirements. Continuing students must reconfirm eligibility each year they participate in the program. Student Tuition Organizations (STOs) may decide to require additional forms of eligibility verification. STOs collect documentation from all applicants to verify both income and residency eligibility.

Requirement	Applicant Criteria		
Income	Have a family household income that does not exceed <u>250% of the Federal</u> <u>Poverty Guidelines</u> , as established by the <u>U.S. Department of Health and Human</u> <u>Services, Office of the Assistant Secretary for Planning and Evaluation</u> .		
Residency	Family resides in the state of Louisiana.		
Prior School Year	 Students must meet one of the following prior school-year requirements: have attended a public school in Louisiana on October 1st and February 1st of the most recent school year;⁶ entering Kindergarten for the first time; or have participated in the Louisiana Scholarship Program (LSP)/Tuition Donation Credit (TDC) Program the previous school year.⁷ 		

Tuition Donation Credit Program Eligibility Table Based on 2024 Federal Poverty Guidelines⁸

Persons in Family/Household	Yearly Income	Monthly Income	Bi-Weekly Income	Weekly Income
2	\$51,100.00	\$4,258.33	\$1,965.08	\$982.77
3	\$64,550.00	\$5,379.17	\$2,482.31	\$1241.44
4	\$78,000.00	\$6,500.00	\$2,999.54	\$1500.12
5	\$91,450.00	\$7,620.83	\$3,516.77	\$1758.79
6	\$104,900.00	\$8,741.67	\$4,033.99	\$2017.46
7	\$118,350.00	\$9,862.50	\$4,551.22	\$2276.14
8	\$131,800.00	\$10,983.33	\$5,068.45	\$2534.81
Add this amount for each additional person	\$13,450.00	\$1,120.83	\$517.23	\$258.67

⁶ STOs may release their student application prior to the February 1st public school count date, but will not be able to verify prior year eligibility in a public school until approximately April.

⁷ To meet this qualification, the student must have received a scholarship from the Louisiana Scholarship Program or from an STO the previous school year based on enrollment on October 1 and February 1.

⁸ Source: U.S. Department of Health and Human Services, Office of the Assistant Secretary for Planning and Evaluation.

In order to be eligible to receive a scholarship, families must submit proof of income by bringing one of the following documents to a School Tuition Organization.

- 2024 Federal Tax Return
- SNAP Benefits/Louisiana Purchase Card Benefits Statement
- Unemployment compensation statement for period ending December 31, 2023
- Social Security benefits statement for the period ending December 31, 2023
- Pension statements for the period ending December 31, 2023

In order to be eligible to receive a scholarship, families must submit proof of residency by bringing one of the following documents to a School Tuition Organization. The proof can be dated for any time after January 2024.

- Rental lease agreement or mortgage agreement
- Electricity/Gas Bill
- Telephone Bill (must be a landline-cellular phone bills will not suffice.)
- Cable or Internet service bill
- Sewage/water bill
- Current Official letter from a Government Agency (Department of Social Services, Department of Health and Hospitals)
- Homestead Exemption Notice
- Property Tax notice

Appendix 4: Sample Student Application

Sample Application: Instructions To Complete

School Tuition Organizations: Please complete "Section 1 – For School Tuition Organization Information" prior to distributing student applications.

Families: Please ensure you follow the steps below to successfully complete your application.

- 1. Read the entire application first
- 2. Complete "Section 2 Student Information"
- 3. Turn in the application directly to the identified School Tuition Organization

Section 1 – S	School Tuition Organiza	tion Contact Information	
Name:		Website Address:	
Street Addres	SS:		
City		State	Zip Code
Phone		Fax	E-mail
Scholarship	Award Amounts And Do	eadlines	
[School Tuitio distributing a		pecific amounts and dead	lines for available scholarships before
Step 1: Eligil	oility Check		
	Please answer each of the Tuition Donation Credit F	.	ou must answer "Yes" to all questions to
Yes No	Is my child a resident o	of Louisiana?	
 Yes No If one of the below statements is true, mark Yes to the left. My child attended a public school in Louisiana on October 1 and February 1 of the 2023-2024 school year. My child will be entering Kindergarten for the first time during the 2024-2025 school year. My child participated in the Louisiana Scholarship Program during the 2023-2024 school year.⁹ My child participated in the <u>Tuition Donation Credit Program</u> during the 2023-2024 school year.¹⁰ 			ana on October 1 and February 1 of the the first time during the 2024-2025 larship Program during the 2023-2024

⁹ To meet this qualification, the student must have received a scholarship from the Louisiana Scholarship Program the previous school year based on enrollment on October 1 and February1.

¹⁰ To meet this qualification, the student must have received a scholarship from the Tuition Donation Credit Program the previous school year based on enrollment on October 1 and February1.

Yes No	Is my family income less than the amount listed below?
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Students enrolled in private school during the previous school year as part of the Louisiana Scholarship Program are eligible to apply for a scholarship under the <u>Tuition Donation Credit Program</u> and are given priority over new applicants. However, students are not able to receive funding from both programs for the same school year.

Tuition Donation Credit Program Eligibility Based on 2024 Federal Poverty Guidelines ¹¹						
Household Size	Yearly Income	Monthly Income	Bi-Weekly Income	Weekly Income		
2	\$51,100.00	\$4,258.33	\$1,965.08	\$982.77		
3	\$64,550.00	\$5,379.17	\$2,482.31	\$1241.44		
4	\$78,000.00	\$6,500.00	\$2,999.54	\$1500.12		
5	\$91,450.00	\$7,620.83	\$3,516.77	\$1758.79		
6	\$104,900.00	\$8,741.67	\$4,033.99	\$2017.46		
7	\$118,350.00	\$9,862.50	\$4,551.22	\$2276.14		
8	\$131,800.00	\$10,983.33	\$5,068.45	\$2534.81		
Add this amount for each additional person	\$13,450.00	\$1,120.83	\$517.23	\$258.67		
Step 2: Student In	formation					
Instructions: Pleas	e provide complete	and accurate informa	ation to avoid delays in	verifying eligibility.		
Student Social Security Number						
Date of Birth (MM/DD/YYYY)						
Student Last Name, First Name and Middle Initial						
Suffix (Jr., Sr., etc)						

Male

Hispanic

Ethnicity (for reporting only)

Gender (choose one)

Female

Not Hispanic

¹¹ Source: U.S. Department of Health and Human Services, Office of the Assistant Secretary for Planning and Evaluation.

Race (choose all that apply)	White Black Asian Pacific Islander American Indian				
Street Address (include apartment number if applicable)					
City, State and Zip Code					
What school is your student currently attending?					
What school district is the student's current school located in?					
Which grade is your child entering for the 2024-2025 school year? (K-12)					
Did your student receive a scholarship through the Louisiana Scholarship Program or Tuition Donation Credit Program in the 2023-2024 school year?					
Step 3: Parent/Legal Guardian Information					
Instructions: Please provide complete and accurate information to avoid delays in verifying eligibility.					
Parent/Legal Guardian Last Name, First Name and Middle Initial					
Parent/Legal Guardian Suffix (Jr., Sr. etc.)					
Relationship to Student (choose one)	Father Mother Step-father Step-mother Aunt/Uncle Grandfather Grandmother Guardian/Other				
Mailing Street Address					
City, State, Zip Code					
Home Phone and Cell Phone					
Email Address					
Annual Family Household Income					
Number Family Members in Household					
Step 4: Students With Disabilities					
Instructions: Please fill out to the best of your ability.					
Does your child have an Individual Education Plan (IEP) or services plan? (Choose One)					

If yes, please indicate your child's primary exceptionality. If no, please	
go to Step 5.	

STEP 5: INCOME VERIFICATION

Instructions: Complete Part A or B (you do not need to complete both)

A. If you participate in any of the programs below, please check the circle next to the program. When you submit your application, please include evidence that you participate in the program.

Louisiana Purchase Card

SNAP Benefits

Social Security Benefits

B. If you do not participate in any of these programs, please submit proof of income for every member of your household. This can consist of any of the following:

- 2024 Federal Tax Return
- Unemployment compensation statement for the period ended December 31, 2023
- Social Security benefits statement for the period ended December 31, 2023
- Pension statements for the period ended December 31, 2023
- Placement form from DCFS, in the case of foster children

Step 6: Residency Verification

Instructions: Please include proof of residency when you submit your application.

The address of residency should be where the child lives and should match the student address listed in Step 2. The proof can be dated for any time after January 2024. This proof can consist of any of the following:

- Rental lease agreement/mortgage agreement
- Electricity/Gas bill
- Telephone bill
- Cable or Internet service bill
- Sewerage/Water bill
- Current official letter from a Government Agency (DSS, DHH)
- Homestead Exemption Notice
- Property Tax Notice

Step 7: Signature

By submitting this application to the School Tuition Organization (STO), you are granting permission for the School Tuition Organization and the Louisiana Department of Education to utilize, and to disclose to third parties, any information provided by you in this application to verify eligibility for the program and if a scholarship is awarded, to continue to utilize, and to disclose to third parties, this information as it relates to the award granted. You are also granting permission for the Louisiana Department of Education to disclose enrollment and performance information for your student utilizing the personally identifying information collected in this application for purposes of determining eligibility for the program and program evaluation which includes statewide assessment results for your student for the duration of the scholarship.

Parent/ Legal Guardian's Printed Name:	Parent/ Legal Guardian's Signature:	Date:

Before you submit your application, please check that you have done the following:

- 1. Completed all boxes in Sections 2 and 3
- 2. Attached Income Verification documents as described in Step 5
- 3. Attached Proof of Residency as described in Step 6
- 4. Signed the application in Step 7

Applications will not be considered complete until all of the steps above are taken. If eligible, the application will be placed in line for funding. Scholarships are available on a first-come, first-served basis, with priority given to students who received a scholarship in the previous year.¹²

Louisiana Department of Education

¹² To meet this qualification, the student must have received a scholarship from the Louisiana Scholarship Program or from an STO the previous school year based on enrollment on October 1 and February1.