

THE EDUCATION FREEDOM TAX CREDIT

Expanding School Choice for North Dakota Families



✓ Opted In

AFC

AMERICAN
FEDERATION
for CHILDREN

121,666

students eligible for EFTC scholarships
(86.6% of North Dakota K-12 students)

122,438

taxpayers with enough tax liability to
claim the full \$1,700 credit
(33.3% of filers)

\$1,700

dollar-for-dollar federal tax credit for
donors, after the tax credit launches in
January 2027

HOW IT WORKS

1

MAKE A DONATION

Give to a qualified scholarship
granting organization (SGO).

2

SGO AWARDS A SCHOLARSHIP

Donations turn into
scholarships for students who
need them.

3

STUDENT RECEIVES A SCHOLARSHIP

For education expenses:
tuition, tutoring, technology,
and more.

4

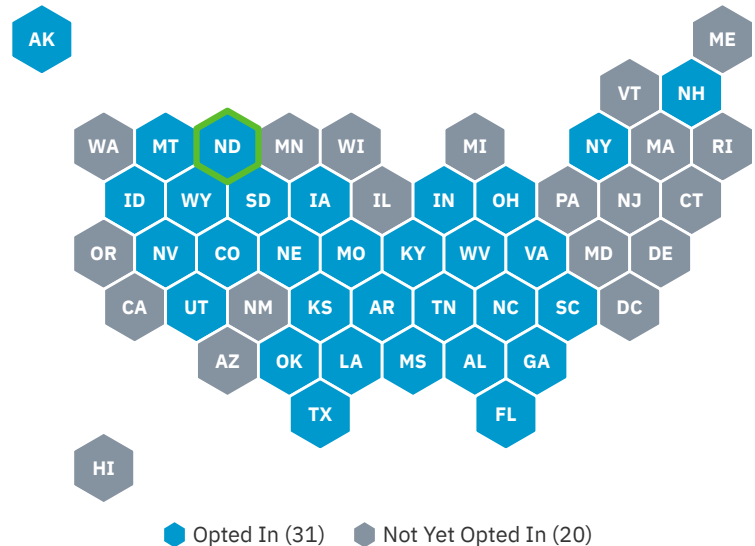
DONOR CLAIMS THE CREDIT

At filing, the donor claims the
dollar-for-dollar federal credit.

NORTH DAKOTA BY THE NUMBERS

- **121,666 North Dakota students are eligible** for EFTC scholarships.
- **North Dakota has opted in.** Its 121,666 eligible students can receive scholarships after the tax credit launches.
- **A first for North Dakota.** The state currently has no ESA, voucher, or tax credit scholarship program, and so the EFTC will bring private school choice to North Dakota families for the first time.
- **Most families qualify.** The income limit is 300% of area median income, which averages about \$326,000 for a family of four in North Dakota.
- **Students in public, private, and charter schools are eligible.**

WHICH STATES HAVE OPTED IN



SCHOLARSHIP DOLLARS FOR NORTH DAKOTA STUDENTS

If North Dakota taxpayers with \$1,700 of tax liability redirect the full credit to an SGO, the dollars add up fast:

\$20.8 million

in scholarships every year if **10%** of taxpayers with \$1,700
of tax liability participate

\$62.4 million

in scholarships every year if **30%** of taxpayers with \$1,700
of tax liability participate

Eligible-student estimates: AFC analysis of U.S. Census, HUD, ACS, and Household Pulse data. Taxpayer and scholarship-dollar estimates: Education Reform Now, based on Census/IRS 2022 data. Opt-in status: federal scholarships.com, as of July 2026.