

**ARCHDIOCESE OF DUBUQUE
TAXA FORMULA
EFFECTIVE JULY 1, 1999**

1.) Determine adjusted Parish income. Adjusted Parish income includes:

A. All income of the parish and parish organizations. Specifically excluded are custodial funds, national collections, gifts restricted for approved Educational Endowment Funds, income from approved Educational Endowment Funds and gifts to capital campaigns for any Catholic education facilities (schools, religious education centers, adult education centers, etc.).

B. Twenty percent of the year-end balance of all investments is added. Specifically excluded are investments in the Deposit and Loan Fund and investments of approved Educational Endowment Funds.

C. Fifteen percent of all parish debt is subtracted.

2.) Determine forgiveness for education.

A. Eighty-five percent of adjusted income is forgiven if the parish supports by formula or through assessment grades 1 through 12 in a Catholic School.

B. Sixty-five percent of adjusted income is forgiven if the parish supports by formula or through assessment grades 1 through 6 or 1 through 8 in a Catholic School.

C. Twenty percent of adjusted income is forgiven if the parish supports by formula or through assessment grades 9 through 12 in a Catholic School. The forgiveness is limited to the actual amount of the support if that amount is less than ten percent of the parish income as defined above.

D. Total tuition paid to a Catholic elementary or high school, or school of religion, which it does not support by formula or assessment.

E. Religious Education and CCD subsidies/expenses as they relate to PK – 12 grade catechetical programs which includes direct expenses (materials, salary, etc.) and other costs that can be reasonably and rationally identified with these youth programs.

3.) Determine taxable income by subtracting forgiveness for education from adjusted parish income.

4.) Determine TAXA by multiplying taxable income by 11.75 percent. (Exception: TAXA capped three times previous year amount)

Note: Amounts from pervious fiscal year annual financial report are used to determine TAXA. For example, fiscal year 2002-03 amounts are used in computing 2003-04 TAXA.