

## SAVE MORE TAXES - CORPORATE TAX CREDIT

**Invest in children at NO NET COST. Take the tax credit up to 100% of your Arizona income tax liabilities!**



### Benefits

- Immediate reduction in your corporate income taxes.
- You benefit and aid K-12 students and schools in Arizona.
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**Corporate Tax Credit History:** (A.R.S. §20-224.06 and § 43-1183)

In 2006 and then in 2008, the Arizona State Legislature passed into law “The Corporate Income Tax Credit” and then the Disabled/Displaced Corporate Income Tax Credit, **allowing any business with an Arizona tax liability to allocate up to 100% of their tax liability and make a contribution to a qualified STO (School Tuition Organization) such as STO4KIDZ, and receive a dollar-for-dollar Tax Credit.** To participate, the company does not have to be based in Arizona, provided it pays Arizona tax liability.

### Who can participate:

- C- Corporations
- S- Corporations and LLC’s filing as an S-Corporation
- Insurance Companies that pay premium taxes in Arizona

Watch a short instructional video.



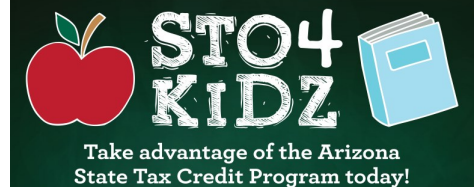
### How it works for C- Corporations:

**C- Corporations** may allocate and contribute up to 100% of their state income tax liability for the given tax year, provided it does not exceed the entire statewide cap for the year. If a corporation contributes more than their tax liability, it can be carried forward for up to 5 years. (A.R.S. § 43-1183)

### How it works for S-Corporations, LLC’s and Insurance Companies:

**S- Corporations, and LLC’s that are taxed as S-corporations** may contribute up to their state income tax liabilities for the given tax year, with a minimum contribution of \$5,000, and pass the tax credit proportionately through to its shareholders. If a corporation contributes more than their tax liability, it can be carried forward for up to 5 years. (A.R.S. § 43- 1089.04)

**Insurance Companies** that pay premium taxes in Arizona Insurance Companies that pay “premium tax” may allocate up to their state tax liabilities for the given tax year, given that it does not exceed the annual statewide cap. If a corporation contributes more than their tax liability, it can be carried forward for up to 5 years. (A.R.S. § 43-1183)



**STO4KIDZ.ORG**

NOTE: A school tuition organization cannot award, restrict, or reserve scholarships solely on the basis of a donor’s recommendation. A taxpayer may not claim a tax credit if the taxpayer agrees to swap donations with another taxpayer to benefit either taxpayer’s own dependent. A.R.S. 43-1603 (C). Any designation of your own dependent as a potential recipient is prohibited.

STO4KIDZ is a tax-exempt charitable organization pursuant to federal law, Section 501(C)(3) Federal I.D. Number 82-4886421 — 3241 E. Shea Blvd. # 246, Phoenix, AZ 85028

# CORPORATE TAX CREDIT FACT SHEET

Eligible businesses can receive a dollar-for-dollar tax credit up to 100% of their Arizona state tax liabilities. Simply allocate money that they would otherwise be paying in state income taxes to STO4KIDZ and provide scholarships for qualified Arizona K-12 students.

## Who will benefit from the Corporate Tax Credit:

- K-12 students with a demonstrated financial need
- Preschool–12 students with disabilities
- Kindergarten students with demonstrated financial need
- US Armed Forces dependent
- Students transferring from a public or charter school with demonstrated financial need
- Students previously received Corporate or Switcher scholarship with demonstrated financial need
- Foster students

## How to proceed:

### First:

- 1) Determine your business tax liability for the current year. You can allocate The total corporate tax liability amount.
- 2) Complete and submit your application by visiting **STO4KIDZ.ORG** or call for assistance at 480.823.8052..

### Then:

- 1) STO4KIDZ will submit a Tax Credit Contribution Approval Request to the ADOR.
- 2) The request will be approved if the state cap has not yet been met. If the cap has been met, ADOR will create a waitlist based on the order the requests are received.
- 3) STO4KIDZ will notify you the same day ADOR inform us of the approval. Corporation has 20 calendar days to fund STO4KIDZ in order to keep the tax credit.
- 4) Once STO4KIDZ receives the contribution funds ADOR will be notified and STO4KIDZ will provide the company a receipt to claim the tax credit.
- 5) When filing the company's taxes, you will take the corporate income tax credit on the Standard 120 Form and file a 335 Form, listing the credit amount.
- 6) STO4KIDZ awards tuition scholarships to qualifying students.

Non-binding  
application  
form



Questions: Contact Miriam Antolik

480.823.8052  
[Miriam@sto4kidz.org](mailto:Miriam@sto4kidz.org)

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# NON-BINDING CORPORATE TAX CREDIT FORM

Must be completed by the Corporation and email to [Info@sto4kidz.org](mailto:Info@sto4kidz.org) for submission to the state of Arizona.

## How to proceed:

- 1) Please determine your business tax liability for the current year.
- 2) Complete and submit your non-binding application ([online](#) or [printable](#)) to STO4KIDZ.
- 3) STO4KIDZ will submit your application to the Arizona Department of Revenue (ADOR).
- 4) Once your contribution amount is approved by ADOR, you will have 20 days to fund STO4KIDZ to preserve your tax credit.

Today's Date: \_\_\_\_/\_\_\_\_/\_\_\_\_

Tax Credit (Check only one)       **Low Income** (A.R.S. § 43-1183)       **Disabled/ Displaced** (Lexie's Law) (A.R.S. § 43-1184)

Corporation Name: \_\_\_\_\_ Type of Corporation (Check only One)     **C-Corp**     **S-Corp**

Corporation address: \_\_\_\_\_ City : \_\_\_\_\_ State: \_\_\_\_\_ ZIP: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax \_\_\_\_\_

Primary Contact Name : \_\_\_\_\_ Primary Contact Title : \_\_\_\_\_

Primary Contact Email : \_\_\_\_\_

Corporate EIN: \_\_\_\_\_ NAIC Number: \_\_\_\_\_

If contributing company is a qualified subchapter S subsidiary, name and EIN of parent S corporation: \_\_\_\_\_

Accounts Payable Contact (if different) \_\_\_\_\_

Accounts Payable Address (if different) \_\_\_\_\_

**Contribution Amount \$** \_\_\_\_\_

**I would like to contribute to:**

STO4KIDZ most needed scholarship funds to be used for tuition assistance to qualified applicant students

Recommended school(s) \_\_\_\_\_

### Release of Information

Please indicate if you would permit us to share with our constituents and beneficiaries your contribution information.

- Yes, You may release information (Corporate name and amount)
- Yes, you may release information (Corporate name only)
- No, keep our participation confidential

*On behalf of the students and the schools your allocated tax credit dollars support, we thank you!*