

Withholdings Income Tax Reduction Through Payroll Donor Pledge Form

Employer Information:	
Employer Name (Company Name): _____	
Employer Address: _____	City: _____ State: <u>AZ</u> Zip: _____
Primary Contact Name: _____	Title: _____
Phone number: (____) _____	Email: _____

Two opportunities to contribute and make a difference!

Maximum tax credit allowed **OR** your actual tax liabilities

2023 Tax Year

\$1,307 filing singly

\$2,609 filing jointly

Other Amount \$ _____

2024 Tax Year

\$1,459 filing singly

\$2,910 filing jointly

Other Amount \$ _____

Employee / Donor Information:	
Last Name: _____	First Name: _____ MI: _____
Address: _____	City: _____ State: _____ Zip: _____
Phone Number: (____) _____ - _____	Email: _____

Donor Contribution Information:	
Filing your taxes as: <input type="checkbox"/> Single Taxpayer <input type="checkbox"/> Married, Filing Jointly	Withholding Tax Credit for: <input type="checkbox"/> 2023 <u>OR</u> <input type="checkbox"/> 2024
Have you already contributed any money to an STO for this year? (Check one box bellow)	
<input type="checkbox"/> No, this is my first time contributing to an STO this year.	
<input type="checkbox"/> Yes, I have in the amount of \$ _____ to be claimed on my 20 _____ taxes. STO Name: _____	
I intend to apply all withholding contributions from _____ to _____ for the above listed tax year.	
(Month)	(Month)
Your ANNUAL Total Withholdings Pledge Amount: \$ _____ Today's Date: _____	
Print Name: _____	Signature: _____

Student / School Recommendation <small>(Optional)</small>
I would like to contribute to:
<input type="checkbox"/> STO4KIDZ General Funds to assist students /or a school : _____
<input type="checkbox"/> Recommend the following student (s): _____ School _____
<input type="checkbox"/> I, Hereby confirm that the above recommended student is not my own dependent..

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.

Withholdings Income Tax Reduction Facts-Sheet

EMPLOYEE

Without affecting your take-home Paycheck, redirect your state income tax and help lower tuition of a K-12 student.

Arizona's withholding tax reduction law ([A.R.S. 43-401](#)) allows Individuals to authorize their employer to send their state withholding tax amount to STO4KIDZ a School Tuition Organization that awards scholarships to qualifying students attending qualifying private schools in Arizona. This is considered a **dollar-for-dollar tax credit contribution**. It will be the same as if you made your tax credit contribution in one lump sum, this enables you to contribute smaller dollar amounts throughout the year, **without affecting your take-home pay check**. You still have to claim the tax credit when filing your taxes.

(Please consult your tax advisor)

How to proceed:

First:

- 1) Check with your employer to see if they are willing to provide this benefit.
- 2) Fill out a withholding income tax pledge form and mail or email it to STO4KIDZ.

Then:

- 1) Your employer, if they agree to participate, will reduce your state tax withholdings per pay period and will send that amount to STO4KIDZ on your behalf. This portion cannot exceed your state withholding dollar amount for each pay period that is set with your employer. Consult your payroll department to know the withholding percentage per pay period to determine how much will be contributed for the year to indicate on your pledge form.
- 2) Once withholding tax reduction is set up, contributions are automatic for the rest of the year, and will stop once your contribution limit is reached.
- 3) If your contribution exceed your state tax liability for the year, you can still claim the excess amount to reduce the following tax year. (up to 5 years)
- 4) Once pledge is fulfilled, STO4KIDZ email Employee (Donor) tax receipt.
Then a minimum ninety percent of the contribution is awarded in tuition scholarship and check will be mailed to the school towards student(s) tuition fee.

EMPLOYER

- **Participation is voluntary.**
- Employer can determine the timeline and send in the withheld contribution. However, according to the withholdings law fund must be send to STO4KIDZ at least quarterly. STO4KIDZ can provide the required tax form to accompany the contribution.
- Employers are **NO LONGER** required to file Arizona [A1-C tax form](#) to show where the withheld money has been directed to.
- Employer mail withholdings tax reduction checks quarterly to **STO4KIDZ** along with **form A-1QTC**.
- STO4KIDZ will email a receipt to each contributor (employee) disclosing their total contribution dollar amount for the year.
- All communications related to an employee's contribution through withholding tax reduction are confidential.
- For detail please refer to [A.R.S. 43-401G](#) at <https://azdor.gov/>

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STO4KIDZ is a tax-exempt charitable organization pursuant to federal law, Section 501(c)(3). Federal I.D. Number 82-4886421

School Tuition Organization 4 Kidz - 3241 E. Shea Blvd. # 246, Phoenix, AZ 85028 — Office: 602.698.8855 — Email: Info@sto4kidz.org