

SAVE MORE TAXES - CORPORATE TAX CREDIT

Invest in The Orme Boarding Students 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.
- Boost your community image as a corporate “good citizen”.

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)



Take advantage of the Arizona State Tax Credit Program today!



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



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