

# SCHOOL CHOICE ARIZONA

*WE EXIST TO HELP FAMILIES  
AFFORD THE EDUCATION OF THEIR  
CHOICE—ONE THAT BEST FITS THEIR  
CHILD'S INDIVIDUAL NEEDS.*

**NOTICE:** 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.


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# CORPORATE TAX CREDITS


SUPPORT EDUCATION WITH  
YOUR DOLLAR-FOR-DOLLAR  
CORPORATE TAX CREDIT...  
WITHOUT AFFECTING YOUR  
COMPANY'S BOTTOM LINE!


# SCHOOL CHOICE ARIZONA

2241 E Pecos Rd, Suite 3  
Chandler, Arizona 85225

 480.722.7502

 480.361.1832

 [schoolchoicearizona.org](http://schoolchoicearizona.org)

 [info@schoolchoicearizona.org](mailto:info@schoolchoicearizona.org)

# HOW DOES THE CORPORATE DONATION PROCESS WORK?

1

**Corporation** contacts **School Choice Arizona**.

2

**Corporation** submits Donation Request Form to **School Choice Arizona**.

3

**School Choice Arizona** submits an Approval Request to the **ADOR**.

4

If donation is approved, **Corporation** has 20 days to make the donation to **School Choice Arizona**.

5

**Corporation** takes a dollar-for-dollar tax credit against its AZ state tax liability.  
*S Corps may also claim donation as a charitable deduction on federal taxes (please consult your tax advisor for more information).*

## WHO CAN DONATE?

C Corporations

Insurance Companies  
(Premium Tax)

S Corporations

## HOW MUCH CAN A CORPORATION DONATE?

**C Corps:** C Corporations may donate up to their state income tax liability for the given tax year, as long as it does not exceed the entire statewide cap for the year. If a corporation donates more than their tax liability, it can be carried forward for up to five years. (*A.R.S. § 43-1183*)

**S Corps:** S Corporations may donate up to their state income tax liability for the given tax year, with a minimum donation of \$5,000, and then pass the tax credit on to their shareholders proportionately. If a corporation donates more than their tax liability, it can be carried forward for up to five years. (*A.R.S. § 43-1089.04*)

## WHICH CORPORATE TAX CREDITS ARE AVAILABLE?

ARIZONA HAS TWO CORPORATE TUITION TAX CREDITS:

**Low-Income** (A.R.S. § 43-1183)

**Disabled/Displaced** (A.R.S. § 43-1184)

Corporations receive a 100% credit against their AZ corporate tax liability for donating toward either of these. The differences between them are the size of the statewide donation caps, as well as which students are eligible to receive the scholarships.

## STATEWIDE CAP?

There is a yearly statewide maximum for donations. The statewide cap opens the first week of July each year, and is quickly reached. The Low-Income Corporate cap does increase each year. Visit [schoolchoicearizona.org](http://schoolchoicearizona.org) to see the current year's caps, and contact us to see if the cap has been met.

## WHO RECEIVES THE SCHOLARSHIPS?

**Low-Income Corporate Scholarships** are specifically designed to aid students of low to modest income families by helping them afford to switch from a public school to a private school of their choice.

**Disabled/Displaced Corporate Scholarships** are awarded to students who have been identified as having a disability, or students who currently are or have ever been in the Arizona foster care system.

## CAN THE CORPORATION RECOMMEND A SCHOOL OR SCHOOLS?

YES.

## STILL HAVE QUESTIONS?

Contact us today at 480.722.7502 and we'll help you create a brighter tomorrow for students across Arizona!

## YOUR TAX CREDIT DONATION HELPS STUDENTS THAT HAVE:



LOW TO MODEST INCOME



PHYSICAL, LEARNING, OR EMOTIONAL DISABILITIES



BEEN IN OR ARE CURRENTLY IN THE AZ FOSTER CARE SYSTEM