

## STO CREDITS AT A GLANCE

### Original Individual Income Tax Credit

Credit Amount	Scholarship Guidelines	Scholarship Prerequisites
<u>Tax Year 2020 Cap</u> <ul style="list-style-type: none"> <li>• \$593 single filers</li> <li>• \$1,186 married filing joint filers</li> </ul> <u>Tax Year 2021 Cap</u> <ul style="list-style-type: none"> <li>• \$611 single filers</li> <li>• \$1,221 married filing joint filers</li> </ul> <ul style="list-style-type: none"> <li>• Taxpayer may donate through April 15<sup>th</sup> * and count donation as tax credit in the preceding tax year.</li> </ul>	<ul style="list-style-type: none"> <li>• K-12 students</li> <li>• Preschool students with disabilities</li> <li>• STO cannot award scholarship solely based on donor recommendations</li> <li>• STO shall consider financial need when awarding scholarships</li> <li>• No scholarship cap</li> </ul>	<ul style="list-style-type: none"> <li>• A preschool student with disabilities must have an MET or IEP from an Arizona public school (a 504 plan does not meet the requirement).</li> </ul>

### Switcher Individual Income Tax Credit

Credit Amount	Scholarship Guidelines	Scholarship Prerequisites
<ul style="list-style-type: none"> <li>• Taxpayer <b>MUST FIRST</b> donate the maximum credit amount for the original individual income tax credit before the switcher credit can be claimed.</li> </ul> <u>Tax Year 2020 Cap</u> <ul style="list-style-type: none"> <li>• \$590 single filers</li> <li>• \$1,179 married filing joint filers</li> </ul> <u>Tax Year 2021 Cap</u> <ul style="list-style-type: none"> <li>• \$608 single filers</li> <li>• \$1,214 married filing joint filers</li> </ul> <ul style="list-style-type: none"> <li>• Taxpayer may donate through April 15<sup>th</sup> * and count donation as tax credit in the preceding tax year.</li> </ul>	<ul style="list-style-type: none"> <li>• K-12 students</li> <li>• Preschool students with disabilities</li> <li>• Priority given to students and siblings of students on the STO's waitlist</li> <li>• STO shall consider financial need when awarding scholarships</li> <li>• No scholarship cap</li> </ul>	<p>Student must meet ONE of the following prerequisites:</p> <ul style="list-style-type: none"> <li>• Student attended an Arizona public school as a full-time student for at least 90 days of the <u>prior fiscal year</u> and then transferred from the public school to a private school; <b>OR</b></li> <li>• Is enrolling or currently enrolled in a private school kindergarten; <b>OR</b></li> <li>• Is enrolling or currently enrolled in a private preschool program for students with disabilities (preschool students must have an MET or IEP from an Arizona public school; a 504 does not meet the requirement); <b>OR</b></li> <li>• Is a dependent of a member of the armed forces of the United States who is stationed in Arizona pursuant to military orders (preschool students must also have an MET or IEP from an Arizona public school; a 504 plan does not meet the requirement); <b>OR</b></li> <li>• <b>Received</b> a switcher individual scholarship under one of the above criteria in a prior year and the child continued to attend a private school in subsequent years; <b>OR</b></li> <li>• <b>Received</b> a <u>low-income corporate</u> scholarship or a <u>disabled/displaced corporate</u> scholarship in a prior year and the child continued to attend a private school in subsequent years.</li> </ul>

\*Pursuant to A.R.S. §43-241 the Department of Revenue has the authority to extend the deadline for filing the tax return and in turn the donation due date. Please refer to the appropriate tax year return instructions to verify the donation due date.

## Low-Income Corporate Income Tax Credit

Credit Amount	Scholarship Guidelines	Scholarship Prerequisites
<ul style="list-style-type: none"> <li>• Donation pre-approval required.</li> <li>• No limit on how much a single corporation can donate – except total credit limit.</li> <li>• S-corps must make a minimum aggregate contribution of \$5,000 during their taxable year (sum of both corporate programs).</li> </ul> <p><u>Credit Limit</u> <u>Fiscal Year 2020/2021</u></p> <ul style="list-style-type: none"> <li>• Total credits allowed limited to \$123,042,188</li> </ul> <p><u>Fiscal Year 2021/2022</u></p> <ul style="list-style-type: none"> <li>• Total credits allowed limited to \$135,346,407</li> </ul>	<ul style="list-style-type: none"> <li>• K-12 students</li> <li>• Preschool students with disabilities</li> <li>• Student's family income cannot exceed 185% of the income required to qualify a child for reduced price lunches.</li> </ul> <p><u>Academic Year 2020/2021</u> Scholarship cap:</p> <ul style="list-style-type: none"> <li>• \$5,600 for grades K-8 and preschool students with disabilities</li> <li>• \$6,900 for grades 9-12</li> </ul> <p><u>Academic Year 2021/2022</u> Scholarship cap:</p> <ul style="list-style-type: none"> <li>• \$5,700 for grades K-8 and preschool students with disabilities</li> <li>• \$7,000 for grades 9-12</li> </ul>	<p>Student's family income <u>cannot</u> exceed 185% of the income required to qualify a child for reduced price lunches <b>AND</b> student must meet ONE of the following:</p> <ul style="list-style-type: none"> <li>• Student attended an Arizona public school as a full-time student for at least 90 days of the prior fiscal year or one full semester and then transferred from the public school to a private school. Those students who transfer to a qualified school after the first full semester are eligible to receive a scholarship that same academic year; <b>OR</b></li> <li>• Is enrolling or currently enrolled in a private school kindergarten; <b>OR</b></li> <li>• Is enrolling or currently enrolled in a private preschool program for students with disabilities (preschool students must have an MET or IEP from an Arizona public school; a 504 plan does not meet the requirement); <b>OR</b></li> <li>• Is a dependent of a member of the armed forces of the United States who is stationed in Arizona pursuant to military orders (preschool students must also have an MET or IEP from an Arizona public school; a 504 plan does not meet the requirement); <b>OR</b></li> <li>• <b>Received</b> a low-income corporate scholarship under one of the above criteria in a prior year and the child continued to attend a private school in subsequent years; <b>OR</b></li> <li>• <b>Received</b> an <u>original individual</u> scholarship or a <u>switcher individual</u> scholarship in a prior year and the child continued to attend a private school in subsequent years.</li> </ul>

## Disabled/Displaced Corporate Income Tax Credit

Credit Amount	Scholarship Guidelines	Scholarship Prerequisites
<ul style="list-style-type: none"> <li>• Donation pre-approval required.</li> <li>• No limit on how much a single corporation can donate – except total credit limit.</li> <li>• S-corps must make a minimum aggregate contribution of \$5,000 during their taxable year (sum of both corporate programs).</li> </ul> <p><u>Fiscal Year Credit Limit</u></p> <ul style="list-style-type: none"> <li>• Total credits allowed limited to \$5,000,000</li> </ul>	<ul style="list-style-type: none"> <li>• K-12 students</li> <li>• Preschool students with disabilities</li> <li>• The sum of a student's DD scholarships is limited to 90% of state aid or cost of tuition, whichever is less.</li> </ul>	<p>Student must meet ONE of the following prerequisites:</p> <ul style="list-style-type: none"> <li>• Student has a MET or IEP from an Arizona public school (for preschool and grades K-12); <b>OR</b></li> <li>• Has a 504 plan from an Arizona public school (for grades K-12 only); <b>OR</b></li> <li>• Was placed at one time in the Arizona foster care system (for grades K-12 only and will be verified with the Arizona Department of Economic Security).</li> </ul>