

Fountain Hills Unified School District #98

Arizona State Tax Credit Program



How much can I donate?

Arizona state tax law (ARS 43-1089.01) allows individual state taxpayers to donate any amount up to \$400.00, for couples filing jointly, and \$200.00, for single taxpayers, to Arizona public schools for extracurricular activities for a dollar-for-dollar tax credit each calendar year.

What is a dollar-for-dollar tax credit?

A tax credit is a dollar-for-dollar reduction to your total state income tax owed for the calendar year donated. For example, if you owe \$750.00 in state income taxes and you donate \$400.00 to FHUSD for extracurricular activities then you will only owe \$350.00. Unused Tax credit can be carried forward for up to five consecutive taxable years. When filing your Arizona state income taxes you will need to file form #322 Credit for Donation made to a Public School and send a copy of your receipt. Check with your tax professional regarding deductibility of donations to a public school in excess of the \$400 maximum on your state return.

Does this affect my Federal return?

You may qualify to file this donation on your federal return. Check with your tax professional to verify eligibility to file this donation as an itemized deduction on your federal return.

Who is eligible?

This tax credit is available to all Arizona individual taxpayers regardless of whether or not they have children in school.

What is an extracurricular activity?

Extracurricular activity means school sponsored activities that require enrolled students to pay a fee to participate.

Do all tax credit funds go to extracurricular activities?

Yes, 100% of your donation goes directly to the schools for extracurricular activities that benefit and enrich your student's campus life and learning.

Can I designate where my donation goes?

Yes, you can designate which school, how much and the type of activities you want your donation to go towards. See reverse side.

Is this for individuals that live within FHUSD only?

No, any individual who pays Arizona state income tax can donate up to the maximum \$400.00/\$200.00 to receive a tax credit.

When do I donate?

Right now! You can make your donation anytime within the taxable year. The deadline to file the credit for the taxable year is December 31st.

How do I donate?

Simply turn this form over and complete. Take this form and your check to one of the schools or the FHUSD administration offices or you may donate on-line at www.fhUSD.org through a secure Web store. Checks can be made payable to one of the schools or to FHUSD.

For Arizona State Tax Credit information:

Visit: www.revenue.state.az.us or call (602)255-3381