

Arizona Corporate Tuition Tax Credits



Your company and CTSO
Your tax dollars. Their future.



Your Company and CTSO

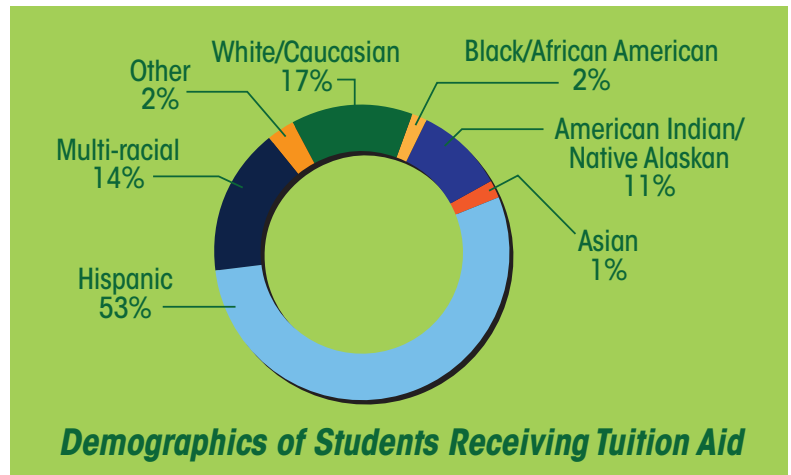
For more than 27 years, CTSO and companies such as yours have provided over \$194 million dollars in scholarships to over 100,000 students. You helped open the door to the opportunity for an exceptional education that could have eluded their grasp due to the lack of economic resources.

The impact we've made in the lives of deserving students has been nothing short of profound. Their success in life is because of the excellent education provided by companies that recognize the benefits of the Arizona Corporate Tax Credit program not only for themselves, but for the impact these programs have in changing lives. Your partnership with CTSO is an outstanding testament to what can be accomplished when we join forces to give the priceless gift of education.

The need has never been greater than it is right now!

Did you know...

- Only 24% of 4th and 8th graders in Arizona demonstrate proficiency in reading.
- Arizona is ranked 38th out of 50 states in 8th grade proficiency in math.
- Nearly half of all minority and low-income children in Arizona drop out of high school before graduation, and only a handful will ever attend college.
- Less than half of Arizona's high school graduates qualify academically to enroll in our public universities.



The Catholic school advantage...

- Our schools are on the front lines serving minority, low-income and at-risk students.
- Students in our Catholic schools in Arizona consistently score considerably higher than the national average in math and reading proficiency.
- Catholic schools have one of the lowest drop-out rates in the nation, and 100% of our high school graduates qualify to go to public universities.

Arizona's CTSO funds other Private Schools in Arizona...

- That serve disadvantaged children who have unique needs.
- That help students with a variety of learning disabilities and schools that have personnel trained to help these students excel at their highest potential and to succeed.
- That provide options for families.

We are giving families the opportunity to enroll their children in a school that best meets their needs. As stewards of our children's education, it should be our collective responsibility to seek the most effective way to educate our future leaders.

Clearly, if you consider Returns on Investment (ROI), your contribution to CTSO brings enormous returns to our entire community by giving scholarships to deserving students who are ready and willing to work hard, study hard and succeed!



A tax credit for you and quality education for deserving low-income, minority and at-risk students make a winning partnership! CTSO will fund other private schools in Arizona that are recommended by the donor.

"Coming from a single-mother household, my education would not have been possible if not for the scholarship awarded from CTSO for my education within the nurturing embrace of a Catholic school environment." – Karyn

Arizona Corporate Tuition Tax Credits – How they work

How corporations benefit:

- Corporations receive a dollar-for-dollar tax credit for every dollar contributed.
- Corporations contribute using their Arizona state tax liability.
- Corporations are supporting educational opportunities that help impact the future of our workforce and our communities.

What corporations benefit:

- Any "C" corporation with a tax liability to the State of Arizona.
- "S" corporations (regardless of tax liability) can redirect and pass a pro rata share of the credit on to their stockholders. The aggregate contribution must be at least \$5000 for the low-income tax credit, and \$3000 for the disabled/displaced corporate tax credit. The "S" corporation does not need to have a tax liability in order to pass the credit on to shareholders.
- LLCs taxed as S corporations for federal and state purposes can make a donation.
- Insurance Carriers can redirect their insurance premium tax paid to the State.

Tax Credit Programs:

Corporations can participate in two separate corporate tuition tax credits through a qualified School Tuition Organization (STO). CTSO is a certified STO by the Arizona Department of Revenue and a federal non-profit organization 501.c.3. The first credit is for low-income scholarships (claimed by the corporation on Form 335). The second is for scholarships for displaced students or students with disabilities (claimed by the corporation on Form 341).

Easy Steps to follow:

1. Identify your company's corporate tax liability. You can redirect the entire amount.
2. Complete the enclosed Corporate Tax Credit Application and email to Gracie Quiroz Marum at gqmarum@diocesetucson.org.
3. CTSO will file the application with the Arizona Department of Revenue. ADOR will notify CTSO of the amount approved for your corporation.
4. CTSO must receive your company check, credit card payment, or wire transfer within 20 days of the approval.
5. "C" corporations will take the corporate tax credit on the Standard 120 Form and file a 335 form. "S" corporations will pass the prorated credit on to shareholders at the end of the fiscal/tax year by Form 335-S. Individual shareholders would claim the credit on their tax return for the year in which the S corporation's fiscal year ends.



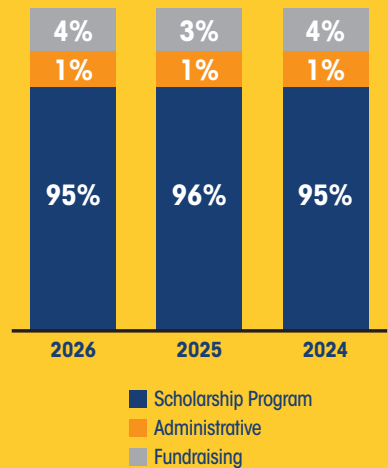
"I believe in and support a cause that gives children an opportunity to succeed."

– Ginny Clements, Past President of CTSO

If you think your company
might like to join us in
changing children's lives,
let's talk!

Give us a call at
(520) 838-2571 and we'll set
a time to meet with you.

CTSO 3-Year Operations Snapshot



Diocese of Tucson Catholic Schools

99%

Graduation
Rate

98%

College
Bound

Please note:

Scholarships are based on need and are awarded without regard to religion, race, color, handicap, familial status, or national origin.

Why partner with CTSO?

Because The Need is Great

Many bright, young students from low income families are shut out of the path to college simply because their families can't afford it. In low income families less than 10% of the adults have a college degree. Average high school dropout rates are over 50%.

Because CTSO is Making A Difference

100% of our corporate scholarships are need based, giving deserving children in low-income families an education their families couldn't otherwise afford.

Because Our Schools Are Committed to Academic Excellence

The foundation of each of our schools is our commitment to strong academics. Students benefit from quality teaching and a rigorous curriculum, supported by an emphasis on advanced disciplines and state-of-the-art technology. Their growth is well-rounded, with physical education classes and the Arts.

Because Our Students Learn Respect

In our schools, each student learns respect for their teachers, respect for other students, and maybe, most importantly, respect for themselves.

Because Our Graduation Rates are Outstanding

Our scholarship students are doing a remarkable job. **► 99% of the students receiving help from CTSO are graduating from high school and 98% are college bound.**

Because Together We're Changing Lives

The scholarships we provide give our students an exceptional education that develops their minds as well as their hearts; an education that fuels their success, and helps them bring valuable, lasting change to their families and to their community. Families with disadvantaged children who have unique needs are receiving educational opportunities for their children.

Because These Children Desperately Need Your Help!

If you think your company might like to join us in changing children's lives, please give us a call at (520) 838-2571. We'd love to meet with you.

CTSO Funds Catholic and Other Private Schools

DIOCESE OF TUCSON SCHOOLS

St. Anthony of Padua – Casa Grande
Loretto – Douglas
Lourdes Elementary – Nogales
Lourdes High School – Nogales
Sacred Heart – Nogales
Immaculate Heart Academy – Oro Valley
Immaculate Heart High School – Oro Valley
All Saints School – Sierra Vista
St. Charles Mission – St. Charles
Our Mother of Sorrows – Tucson
Salpointe Catholic High School – Tucson
San Miguel High School – Tucson
San Xavier Mission School – Tucson
Santa Cruz School – Tucson
St. Ambrose School – Tucson
St. Augustine High School – Tucson
St. Cyril – Tucson
St. Elizabeth Ann Seton – Tucson
St. John the Evangelist School – Tucson
St. Joseph School – Tucson
Saints Peter and Paul School – Tucson
Immaculate Conception – Yuma
St. Francis of Assisi School – Yuma
Yuma Catholic High School – Yuma

OUTSIDE THE DIOCESE

Summit School of Ahwatukee – Ahwatukee
Ambassador Christian Academy – Chandler
Annunciation Catholic School – Cave Creek
Christ Greenfield Lutheran – Gilbert
Gilbert Christian – Gilbert
Pieceful Solution – Gilbert
Joy Christian School – Glendale
West Valley Christian School – Goodyear
Immaculate Conception – Cottonwood
Immaculate Heart of Mary – Page
Lauren's Institute for Education – Phoenix
New Way Academy – Phoenix
Phoenix Christian – Phoenix
Xavier College Prep – Phoenix
Ambassador Christian – Queen Creek
Notre Dame Preparatory HS – Scottsdale
Pope Jon XXIII – Scottsdale
Scottsdale Christian – Scottsdale
American Indian Christian Mission School – Showlow
St. Anthony School – Showlow
St. Michaels Indian School – St. Michaels
Grace Christian Academy – Tempe
St. Dominic Savio Academy – Tempe
Abbie School – Tucson
Autism Academy – Tucson

Castlehill Country Day School – Tucson
Desert Christian School – Tucson
Faith Community Academy – Tucson
Family Life Academy – Tucson
The Gregory School – Tucson
Idea School – Tucson
Imago Dei – Tucson
Intermountain Academy – Tucson
The Learning Lab – Tucson
Pusch Ridge Christian Academy – Tucson
St. Michaels – Tucson
The Waldorf School – Tucson
Tucson Hebrew Academy – Tucson
Tucson International – Tucson
Veritas School – Tucson
Yuma Lutheran School – Yuma

CTSO funds other private schools within Arizona through the Corporate Tax Credit Programs as recommended by the donor.



"Receiving the Arizona CTSO scholarship is a huge honor, and I am incredibly grateful for the opportunity. San Miguel High School and CTSO has allowed me to further my education and pursue my goals with greater confidence. Thank you, Tucson Electric Company, for your Corporate Scholarship, and for believing in me."

– Brandon Carranzag

