



Arizona School Tax Credit

What is it and how does it work?

A contribution made in support of Extra Curricular Activities at a School by an individual. Individuals get a \$1 for \$1 CREDIT (Not Deduction) against their state taxes owed.

EXAMPLE - STATE TAXES PAID WITH SCHOOL CREDIT

	NO SCHOOL CREDIT	WITH SCHOOL CREDIT
STATE TAXABLE INCOME	\$50,000	\$50,000
STATE TAXES OWED AT 4%	\$ 2,000	\$ 2,000
SCHOOL CREDIT ON RETURN	\$ 0	\$ (400)
NET STATE TAXES PAID	\$ 2,000	\$ 1,600
SCHOOL CREDIT PAID	\$ 0	\$ 400
TOTAL STATE TAXES & CREDIT	\$ 2,000	\$ 2,000

Net effect is \$0 out of pocket for the School Tax Credit Contribution!

YES! YOU READ IT CORRECTLY NO \$ EFFECT BY YOU

What amount can I contribute?

Anyone who pays Arizona income tax can contribute up to \$400 (joint return) or \$200 (individual return).

Who can contribute?

It is not limited to parents of students at the school. Friends, relatives, or neighbors without children in school who live anywhere in the state of Arizona can contribute to Desert Mountain Baseball.

How do I claim the credit on my tax return?

Individuals making contributions would use State Tax Form 322. It takes about a minute to fill out and attaches to your state return.

- ▶ Did you know that you are able to make a cash donation to our baseball program and get a tax credit at the same time?
- ▶ Did you know that any taxpayer from Arizona can contribute? It costs them nothing! You don't need to have a child at the school. Anyone can participate; friends, former students, relatives!



How do I know these funds go to the baseball program?

If your contribution designates for the DMB Inc., - Baseball Boosters, then that is where the funds would go per the state statute.

Who do I make the check out to?

The check should be made out to: DESERT MOUNTAIN HIGH SCHOOL *with the memo line reading "DMB Inc., - Baseball Boosters"*. The school will issue you a tax receipt for up to \$400. You then claim the tax credit when filling out your Arizona income tax forms. Contributions must be made by December 31st to be eligible.

Where do I send the check?

You can bring your check to school or send it to:
Lesley Berquist
9832 E. Becker Ln.
Scottsdale, AZ 85260