

THE EDUCATION FREEDOM TAX CREDIT

Expanding School Choice for Arizona Families



Not Yet Opted In

AFC

AMERICAN
FEDERATION
for CHILDREN

1,124,713

students eligible for EFTC scholarships
(89.2% of Arizona K-12 students)

947,968

taxpayers with enough tax liability to
claim the full \$1,700 credit
(28.1% of filers)

\$1,700

dollar-for-dollar federal tax credit for
donors, after the tax credit launches in
January 2027

HOW IT WORKS

1

MAKE A DONATION

Give to a qualified scholarship
granting organization (SGO).

2

SGO AWARDS A SCHOLARSHIP

Donations turn into
scholarships for students who
need them.

3

STUDENT RECEIVES A SCHOLARSHIP

For education expenses:
tuition, tutoring, technology,
and more.

4

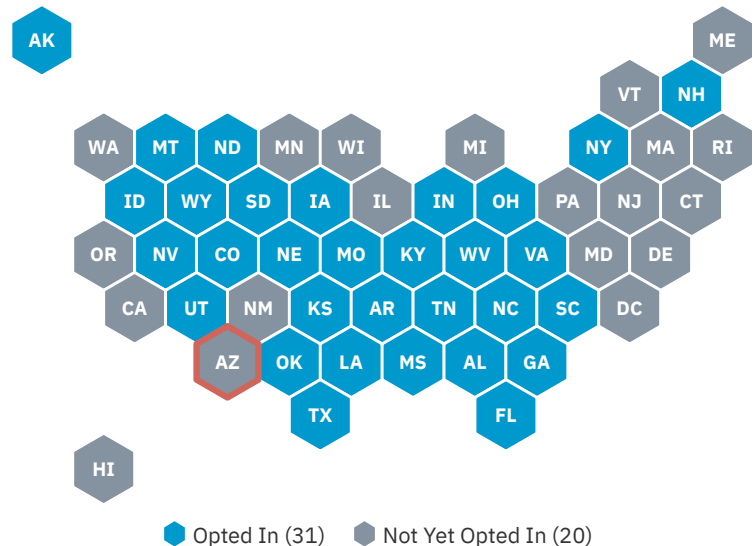
DONOR CLAIMS THE CREDIT

At filing, the donor claims the
dollar-for-dollar federal credit.

ARIZONA BY THE NUMBERS

- **Arizona has the 16th-largest eligible student population** in the country: 1.1 million students.
- **Arizona has not yet opted in.** Its 1.1 million eligible students can receive scholarships only if the state opts in.
- **The EFTC builds on existing options.** Arizona families currently have state private school choice programs; the Education Freedom Tax Credit would layer on a new stream of scholarship support at no cost to the state budget.
- **Most families qualify.** The income limit is 300% of area median income, which averages about \$316,000 for a family of four in Arizona.
- **Students in public, private, and charter schools are eligible.**

WHICH STATES HAVE OPTED IN



SCHOLARSHIP DOLLARS FOR ARIZONA STUDENTS

If Arizona taxpayers with \$1,700 of tax liability redirect the full credit to an SGO, the dollars add up fast:

\$161.2 million

in scholarships every year if **10%** of taxpayers with \$1,700
of tax liability participate

\$483.5 million

in scholarships every year if **30%** of taxpayers with \$1,700
of tax liability participate

Eligible-student estimates: AFC analysis of U.S. Census, HUD, ACS, and Household Pulse data. Taxpayer and scholarship-dollar estimates: Education Reform Now, based on Census/IRS 2022 data. Opt-in status: federalsscholarships.com, as of July 2026.