



Aish of the Rockies 25th Year Anniversary Campaign

This year only, your gift may have a more than 6-fold impact!

Colorado Child Care Contribution Credit

Taxpayers that make a qualifying monetary contribution to promote childcare in Colorado, may claim an income tax credit of 50% of the total qualifying contribution. The credit a taxpayer can claim for qualifying contributions made during a tax year is limited to \$100,000. In-kind contributions of services or property (non-monetary donations) do not qualify for the credit.

TAXPAYERS ELIGIBLE FOR THE CREDIT

Any taxpayer that makes a qualifying contribution can claim the childcare contribution credit. Resident and nonresident individuals, estates, trusts, and C corporations can all claim the credit for qualifying contributions they make, either directly or as a partner or a shareholder in a partnership or S corporation that makes a qualifying contribution.

QUALIFYING CONTRIBUTIONS

Contributions must meet several criteria to qualify for the childcare contribution credit. The contribution must be monetary; contributions of services or property (including shares of stock) do not qualify for the credit. The credit is allowed only for contributions that promote childcare in Colorado. Additionally, the contribution must be made for an eligible childcare purpose and to a licensed childcare facility, an approved facility school, or a registered or grandfathered childcare program.

CALCULATION OF THE CREDIT

The credit is equal to 50% of the taxpayer's qualifying contribution made during the tax year except that the credit a taxpayer can claim for any tax year cannot exceed \$100,000. The \$100,000 limitation applies jointly to two taxpayers filing a joint income tax return together. Additionally, the credit is nonrefundable. Consequently, the amount of credit a taxpayer uses for a given tax year (in combination with all other nonrefundable credits the taxpayer claims) cannot exceed the taxpayer's income tax liability for that year. If a taxpayer's credit exceeds the total tax due, the taxpayer can carry forward the excess credit to the following tax year. Taxpayers can carry forward excess credits for up to five tax years but must use the excess credits in the earliest tax year possible.

FOR MORE INFORMATION

Visit: <https://www.colorado.gov/pacific/sites/default/files/Income35.pdf>



COLORADO
Department of Revenue
Taxation Division



You can increase your gift from 5,000 to 10,000, without any additional out of pocket cost if you take advantage of the CCCC.

Without CCCC		With CCCC
\$ 5,000.00	Donation to Aish of the Rockies	\$ 10,000.00
N/A	State Income Tax 50% Credit	\$ 5,000.00
\$ 1,750.00	Federal Tax Deduction (35%)	\$ 3,500.00
\$ 230.00	CO State Income Tax Deduction	\$ 460.00
\$ 1,980.00	Benefit to You at Tax Time	\$ 8,960.00
\$ (80.50)	Federal tax on Benefits following year	\$ (1,911.00)
\$ 3,100.50	Actual Cost of Your Contribution	\$ 2,951.00
	Final Benefit to Aish of the Rockies	\$ 20,000.00
\$ 500.00	Donation to Aish of the Rockies	\$ 1,000.00
N/A	State Income Tax 50% Credit	\$ 500.00
\$ 125.00	Federal Tax Deduction (25%)	\$ 250.00
\$ 23.00	CO State Income Tax Deduction	\$ 46.00
\$ 148.00	Benefit to You at Tax Time	\$ 796.00
\$ (5.75)	Federal tax on Benefits following year	\$ (136.50)
\$ 357.75	Actual Cost of Your Contribution	\$ 340.50
	Final Benefit to Aish of the Rockies	\$ 2,000.00

This information is provided as an example only.
Please consult with a tax advisor for details on your personal benefit.