Colorado Child Care Contribution

TAX CREDIT

DID YOU KNOW?

Donations to Respite Care qualify for the Colorado Child Care Contribution Credit, which decreases the after-tax cost of gifts by more than 50%.

HOW IT WORKS

Half of your donation will be offset by a dollar-for-dollar credit against your Colorado income taxes. You are able to claim your contribution less the credit as a charitable deduction on your federal and state income tax returns if you itemize deductions.

EXAMPLE

Contribution Amount	$500
Federal Tax Savings at 24%	-$60
State Tax Savings	-$11
State Tax Credit	-$250
After-Tax Net Out-of-Pocket Cost =	**$179**

*Figures are for example purposes only. Should you have questions about how the tax credit will impact you, please consult your tax advisor.

GUIDELINES

- The maximum credit you may take in any one year is $100,000, or your actual Colorado income tax liability for that year, whichever is less.
- Any excess credit may be carried forward for up to five tax years.
- Only monetary donations are eligible. Stock or other securities and in-kind gifts, such as services or equipment, are not eligible. Qualifying charitable distributions are considered monetary donations.
- Resident and nonresident individuals, estates, trusts, partnerships, and corporations can all claim the credit.