

# Child Care Tax Credit

Supporters of Impact360 who reside in Colorado and file Colorado State taxes may qualify for a state income tax credit in addition to the regular state and federal income tax deductions.

## ***The Tax Credit***

Both corporate and individual donors may benefit. Any taxpayer that makes a cash contribution to Impact360 may claim an income tax credit of 50% of the total contribution. [Please click here](#) for the most up-to-date information from the Colorado Department of Revenue.

## **Boring, but important math**

To help you understand, here's a little math on how the tax credit work. The first thing to know is that this is a Colorado Tax **Credit**– directly offsetting any 2018 Colorado State Tax liability you may have. This is on top of any tax deduction you may take on the contribution at the state and/or federal level. The credit is for the 25% of Impact360 programming that supports students 12 and under.

<b>Donation</b>	\$1,000
25% allocation to I360 programming for students 12 and under	\$250
<b>50% tax credit applied to your Colorado State Tax liability</b>	<b>\$125</b>

## ***Guidelines***

- Donors may not receive any goods or services in return for their contribution.
- Even if you do not itemize deductions, you may receive a tax credit.
- No in-kind or stock contributions qualify for the credit.
- The credit shall not exceed \$100,000 per year.
- The credit allowed shall not exceed the tax liability for the year. Any excess credits may be carried forward for up to five years.
- Donors should contact their tax advisors for advice about how the credit affects their tax picture. Information on this website is not tax advice.

Impact360 will provide donors with Form DR 1317, certifying the child care contribution in early 2019 by mail. This form must be attached to a paper income tax return that claims the child care contribution credit, or supplied to the Department of Revenue upon request if the income tax return is filed electronically.

For more information about the Child Care Tax Credit program, please contact [Carrie Packard](#), Impact360 Development Director at (720) 515-1249