

# CO CHILD CARE TAX CREDIT CAN HELP NEDERLAND PRESCHOOLERS AND YOUR 2023 TAX RETURN



## What is the Colorado Child Care Contribution Tax Credit?

The Colorado Child Care Contribution Tax Credit promotes child care in the state of Colorado for children ages 12 and under. Donors who make contributions to eligible child care organizations may claim a state and federal tax deduction and a state income tax credit of 50% of the total qualifying contribution. Donations made to TEENS, Inc. in the amount of \$1000 or more and designated to support New Explorers Learning Center are eligible for this credit, which allows donors to leverage larger gifts to TEENS, Inc.

## How could it work for me?

Contribution Amount	\$1,250	\$2,500	\$5,000	\$25,000
CCCTC Credit	\$625	\$1,250	\$2,500	\$12,500
Colorado Tax Savings	\$58	\$116	\$232	\$1,158
Federal Tax Savings	\$413	\$825	\$1,650	\$8,250
After tax cost of giving	\$155	\$309	\$619	\$3,093

The example above is a **sample calculation**. Individual situations vary. Please consult with your tax advisor.

## TEENS, INC.

### MISSION

TEENS, Inc. supports, educates, and empowers youth & their families to make healthy choices and thrive.

### VISION

To be a dynamic innovator of positive youth development.

### ABOUT

Founded in 1997, TEENS, Inc. serves young people from 2.5-21 years old with a focus on building skills and attitudes that lead to healthy life choices. Programming areas include: Education, Youth Employment, Leadership/Recreation, and Community-wide Initiatives. serving over 500 youth and families each year.



TEENSINC.org | 303.258.3821

# CCCTC FREQUENTLY ASKED QUESTIONS



## **How can I make an eligible donation to TEENS, Inc.?**

You can mail a check to TEENS, Inc. (PO Box 1070, 151 East Street, Nederland, CO 80466) or give online at [teensinc.org](http://teensinc.org).

## **Is there a minimum amount for my donation to qualify?**

Yes. Donations of \$1,000 or more qualify for the tax credit.

## **Is the credit allowed for gifts of appreciated assets?**

No. Only monetary contributions, including qualifying distributions from individual retirement accounts, are eligible.

## **How do I substantiate my gift for tax purposes?**

TEENS, Inc. will provide a Form DR 1317 along with your donation receipt.

## **Will donating affect my charitable income tax deduction?**

The IRS recently issued proposed regulations addressing the effect of state tax credits on charitable income tax deductions. Consult your tax advisor to understand how the proposed regulations may affect your individual situation.

## **Is there a limitation on the amount of the credit?**

The credit the donor can claim for qualifying contributions made during the tax year is limited to \$100,000. If the credit exceeds the donor's tax liability, it may be carried over to the next year, for up to five additional tax years.



## **CONTACT**

Kristin Aslan, TEENS, Inc.'s  
development director:

**303-219-0078**

**[KRISTIN@TEENSINC.ORG](mailto:kristin@teensinc.org)**

## **DISCLAIMER:**

Individual situations vary. This document is meant for informational purposes and is not to be construed as tax, legal, or investment advice. Please consult with your tax advisor.