



Colorado Childcare Contribution Tax Credit

Contributions to Einstein Academy qualify for the Colorado Child Care Contribution Tax Credit (also known as “5C”). As such, monetary contributions to Einstein Academy qualify for this credit, and you may be able to decrease the after-tax cost of your gifts by more than 50 percent, even if you don’t have children.

All gifts to Einstein Academy over \$1,000 are eligible for the Colorado Child Care Contribution Tax Credit.

Guidelines:

- The maximum credit you may take in any one year is \$100,000 or your actual Colorado income tax liability for the year, whichever is less. Any unused credit may be carried forward for up to five additional tax years, however.
- Only monetary donations are eligible. In-kind gifts, such as stock or other securities, labor, or equipment do not qualify for the tax credit.
- Einstein Academy will provide each donor with a signed statement confirming the amount of the monetary contribution eligible for the credit and the eligible purpose for which the contribution will be used for use in preparing your taxes.

The below chart is for illustrative purposes to show how the Colorado Child Care Contribution Tax Credit works. Please consult with your tax adviser to determine how the credit will affect you personally.

Gift Amount	\$1,000	\$5,000	\$10,000	\$25,000	\$100,000
5C Credit	(\$500)	(\$2,500)	(\$5,000)	(\$12,500)	(\$50,000)
CO State Income Tax Deduction	(\$46.30)	(\$231.50)	(\$463)	(\$1,157.50)	(\$4,630)
Federal Income Tax Deduction	(\$160)	(\$800)	(\$1,600)	(\$4,000)	(\$16,000)
Total Out of Pocket Expense	\$293.70	\$1,468.50	\$2,937	\$7,342.50	\$29,370

Note: This chart assumes a 32% federal tax rate and a 4.63% Colorado state tax rate