

# CHILD CARE CONTRIBUTION TAX CREDIT (CCCTC)

Increase your impact and make a donation to the Larimer County Child Care Fund.

## COLORADO CHILD CARE CONTRIBUTION TAX CREDIT (CCCTC)

The CCCTC was established in 1999 to encourage private support of Colorado child care programs, like those funded by United Way. Monetary contributions to United Way's Child Care Fund qualify for this credit. In addition to the applicable Federal and State income tax deductions, the credit provides a 50% state tax credit. The example below indicates the tax savings you could experience while benefiting local children and families.

## COLORADO CHILD CARE CONTRIBUTION TAX CREDIT

Example - 2021 Tax Year with No Carry Over

Your Gift Amount	\$500	\$1,000	\$5,000	\$10,000
Colorado Child Care Contribution Tax Credit	\$250	\$500	\$2,500	\$5,000
Federal Income Tax Savings	\$120	\$240	\$1,200	\$2,400
Colorado Income Tax Savings	\$23	\$46	\$228	\$455
Total Tax Savings	\$393	\$786	\$3,928	\$7,855
<b>Your Gift, Net of Tax Savings</b>	<b>\$107</b>	<b>\$214</b>	<b>\$1,072</b>	<b>\$2,145</b>
Federal Income Tax Rate: 24%	Colorado Income Tax Rate: 4.55%			
<i>The IRS has proposed new regulations that may decrease the federal deductibility of Child Care Contribution Tax Credit contributions for some donors. The proposed regulations, if adopted, will not affect the 50% Colorado state tax credit donors currently receive nor impact federal taxes for those who take the Standard Deduction.</i>				
<i>As part of the Tax Cuts &amp; Jobs Act passed in December 2017, there is a cap on the deductibility of State and Local Taxes in the amount of \$10,000. In addition, the Standard Deduction for 2021 was significantly increased. The interplay of these two provisions could have an impact on the actual tax benefits to a particular donor.</i>				
<b>We encourage all donors to consult with your tax advisor regarding the deductibility of all charitable contributions.</b>				

"United Way funding is absolutely essential to Teaching Tree's ability to provide our community's low- and middle-income families with affordable, quality child care and education. With their young children enrolled in Teaching Tree's exemplary early learning program, families were able to recover from COVID-related hardships and continue their efforts to become self-sufficient."

- Anne Lance,  
Executive Director  
Teaching Tree Early Learning Center



For more information or to make your gift today, please contact Allison Hines at [ahines@uwaylc.org](mailto:ahines@uwaylc.org).

# LIVE LARIMER UNITED

United Way  
of Larimer County



LARIMER  
COUNTY

# CHILD CARE FUND

## CCCTC CONTRIBUTION GUIDELINES

- Your total contribution must be received by United Way by December 31 to apply for the current year's tax return.
- Gifts of \$250 or more qualify.
- Non-monetary gifts do not qualify.
- Payroll deductions apply only if company provides required documentation.
- The credit allowed 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.

"Support from United Way helps us ensure that vulnerable youth and families in our community have access to childcare and high quality programs. It helps us level the playing field so that every young person in our community can have access to the same opportunities."

- Kaycee Headrick,  
Executive Director Boys and  
Girls Club of Larimer County



## HELPING FAMILIES ACCESS AFFORDABLE, QUALITY CHILD CARE

Your gift to the Child Care Fund supports United Way partners who provide quality child care services to low-income children under the age of 12 in Larimer County. Supporting access to affordable childcare is a two-generation approach to family self-sufficiency and children's success.

"The generous support from United Way decreases the financial burden for our families, it reduces their stress and allows parents to pursue better income and educational opportunities while their children receive the best care and learn in a loving environment".

- Gloria Kat,  
Executive Director  
The Family Center/La Familia

