

# PIKES PEAK UNITED WAY CHILD CARE TAX CREDIT FUND



## A Gift to the PPUW Child Care Tax Credit Fund is intended to:

- Increase the quality and availability of child care in our community
- Help bring \$1 for \$1 Federal matching funds into our state
- Give the donor a 50% Colorado state income tax credit

## Availability of Child Care Contribution Tax Credit (CCCC) 2012 and beyond:

- CCCC is deferred - but not eliminated - for gifts in 2012
- In 2013 and 2014, tax credits can be claimed at 50% and 75% respectively\*
- In 2015, the credit allowed is 100%\*

\*Contingent upon the legislative council review forecast and growth of the General Fund appropriation

### EXAMPLE:

#### Approximately 67% of your gift will be returned to you after taxes

If you donate \$1,000 to the PPUW Child Care Tax Credit, it will end up costing you about \$327 if you are in the 28% Federal Income Tax bracket.

- You receive a \$500 Colorado State Child Care Tax Credit
- You receive approximately \$173 Federal and State Income Tax Deduction\*

\*Federal tax deduction is lowered because of the add-back effect of reduced state tax

#### Your gift will be doubled

- PPUW will allocate that \$1,000 to its agencies that conduct childcare programs
- Your \$1,000 will be matched dollar-for-dollar with Federal matching funds through the Child Care and Development Fund and returned to the state of Colorado

Contribution Year	Child Care Gift	Credit Amount	% Credit Allowed	\$ Credit Taken	Carry Forward Credit
2011	\$10,000	\$5,000	0%	\$0	\$5,000
2012	\$10,000	\$5,000	0%	\$0	\$10,000
2013	\$10,000	\$5,000	50%	\$7,500	\$7,500
2014	\$10,000	\$5,000	75%	\$9,375	\$3,125
2015	\$10,000	\$5,000	100%	\$8,125	\$0
<b>TOTAL</b>	<b>\$50,000</b>	<b>\$25,000</b>		<b>\$25,000</b>	<b>\$0</b>

## Requirements

- Minimum donation of \$500
- Donations by cash or check should be mailed to Pikes Peak United Way, 518 North Nevada Avenue, Colorado Springs, CO 80903
- Donations by credit card: by phone or online at [www.ppunitedway.org](http://www.ppunitedway.org)
- No payroll deduction, third-party processors, or stock option donations allowed

**Due to periodic changes in the CCCC, always consult your tax advisor**