

Good News for Our Donors!



Help your child's school today. Help yourself to a tax credit in April.

The Colorado Child Care Contribution Credit was established to encourage greater private support of Colorado non-profit child care programs, like the Montessori Academy of Colorado. Because monetary contributions to MAC qualify for this tax credit, you may be able to decrease the after-tax cost of your gifts by more than 50 percent.

The effect of the credit is that half of your donation to MAC is offset by a reduction of your Colorado income taxes. You will still be able to claim your full contribution as a charitable deduction on your Federal and State income tax returns if you itemize deductions. Examples of the total impact on your taxes are shown in the chart below. **As always, you should consult with your tax advisor to determine how the credit will affect you personally.**

Tax Saving Examples (Illustration only):

Federal Income Tax Bracket	28%	33%	38%
Contribution	\$1,000	\$1,000	\$1,000
Colorado Child Care Credit	(\$500)	(\$500)	(\$500)
Charitable Deduction Colorado Tax Saving	(\$46.30)	(\$46.30)	(\$46.30)
Charitable Deduction Federal Tax Saving	(\$280)	(\$330)	(\$350)
Related Federal Tax Effect*	\$152.96	\$180.28	\$191.21
After Tax Costs of Gift to MAC	\$326.66	\$303.98	\$294.91
Total Tax Saving	\$673.34	\$696.02	\$705.10

*Lower State income taxes mean lower State tax deductions for Federal tax purposes

Thank you for supporting MAC! Once you've donated, please ask us for a Child Care Contribution Tax Credit Certification.

