



## Enterprise Zone

### Enterprise Zone: What is it?

The Colorado legislature created the Enterprise Zone (EZ) Program to encourage development in economically distressed areas of the state. The 16 designated enterprise zones have high unemployment rates, low per capita income, or slow population growth. The redevelopment of the Sam Sandos Westside Capital Campaign is an EZ eligible project.

**When you give \$250 or more to Denver Health Foundation for Westside Capital campaign, you may be eligible for a 25% tax credit on your Colorado state income tax.**

### Enterprise Zone Contribution Tax Credit

The Enterprise Zone Contribution Tax Credit provides a tax credit to Colorado taxpayers that contribute to targeted enterprise zone projects. When taxpayers make a certified contribution, they can claim:

- 25% of a cash donation as a state income tax credit
- 12.5% of an in-kind donation as a state income tax credit

The amount of this tax credit is capped at \$100,000 per taxpayer per tax year. If you cannot use all of your credits in a given tax year, you can carry forward the balance up to five years.

### Program Guidelines

- Eligible donations must be a minimum of \$250
- New gifts and pledge payments of \$250 or more qualify for the credit
- The amount of this tax credit is capped at \$100,000 per taxpayer per tax year. (Give \$400,000 cash donation for a \$100,000 tax credit)
- Property, services, stocks, bonds and other intangible property are considered in-kind contributions and have a different calculated tax credit rate.



## How do I get the Enterprise Zone tax credit?

Follow these steps to contribute to and claim this tax credit.

1. When you donate to Denver Health Foundation for the Westside Capital Campaign, an approved enterprise zone contribution project, give Denver Health Foundation your Colorado Account Number or the last four digits of your Social Security Number.
2. Denver Health Foundation will submit your contribution to the local enterprise zone administrator for review to ensure that the contribution will be applied to the specific contribution project activities and objectives.
3. You will receive a tax credit certificate documenting your contribution from the Enterprise Zone.
4. To claim the tax credit, you need to submit the tax credit certificate and form DR 1366 when you e-file their Colorado tax return.

Don't want to provide the last four of your social security number? Information on how to request a Colorado account number can be found here under "Request a Letter ID" under "Additional Services": <https://www.colorado.gov/revenueonline>

*\* Consult your tax advisor as every situation is different. The information represented in this document is not offered as legal, accounting or tax advice. The services of an attorney or other professional advisor should be obtained before taking action based on this information.*