



CHESLA™



CONNECTICUT STATE TAX CREDIT INFORMATION

CONNECTICUT STATE TAX CREDIT

- Effective January 1, 2022
- Provides eligible employers with a tax credit (for corporate business tax or insurance premiums tax) of up to **\$2,625 per employee per year** for making **eligible education loan payments** on a qualified employee's behalf.
- How employers qualify for the credit:
 - Employ the qualified employee
 - Be subject to corporate business tax or insurance premium tax
- Eligible loans:
 - Student loans and refinance loans issued by the Connecticut Higher Education Supplemental Loan Authority (CHESLA)
- Qualified employees must:
 - Be residents of Connecticut
 - Be full-time employees
 - Have earned their first bachelor's degree from an institution of higher education in the immediately preceding five-year period
 - Not be an owner, member or partner of a qualified employer or a family member of an owner, member or partner of a qualified employer

Note: The tax credit is refundable for small businesses with less than \$5 million in gross receipts



Connecticut Department of Revenue Services (DRS) guidance forthcoming.