



CHESLA™



CONNECTICUT STUDENT LOAN PAYMENT

TAX CREDIT INFORMATION

- Provides eligible employers with a tax credit of up to **\$2,625 per employee per year** for making **eligible student education loan payments** on a qualified employee's behalf.
- Qualified Employer:
 - Corporation licensed to operate a business in Connecticut that is subject to tax under Chapter 207 (Insurance Companies and Health Care Centers Taxes) or Chapter 208 (Corporation Business Tax)
 - Employ the qualified employee
- Qualified Small Business:
 - Qualified employer that has gross receipts of not more than \$5 million dollars for the calendar or income year, as applicable.
 - *May be eligible to exchange the tax credit for a credit refund equal to the value of the credit.*
- Eligible Student Education Loans:
 - As of January 1, 2022, CHESLA Loans
 - Effective January 1, 2025, any loan primarily for personal use to finance education or other school-related expenses.
- Qualified Employee:
 - Connecticut resident
 - Has earned their bachelor's degree from an institution of higher education in the immediately preceding five-year period
 - Employed full-time in Connecticut by a qualified employer
 - Not an owner, member or partner of such qualified employer or a family member of an owner, member or partner of such qualified employer
 - Has an eligible student education loan

Connecticut Department of Revenue Services (DRS) guidance: <https://portal.ct.gov/drs/publications/corporation-credit-guide/student-loan-payment-credit-01feb2023>

