

**Child Care Credit Calculation is Shown**

**Computation of Federal & Georgia Child Care Tax Credits**

	2011	
	<u>John</u>	<u>Mary</u>
Last Name: Jones	Single	Hd Hsld
Filing Status		
Qualifying Children (Under Age 13)	0	2
Annual Eligible Child Care Expense - (Excludes Employer Provided Child Care and Reimbursements Under Company Sponsored Pre-Tax Spending Plans)	0	3,000
<b>FEDERAL CHILD CARE CREDIT</b>		
(Line numbers are from 2010 Federal Form 2441)		
Line 30: Maximum Allowed Expense (\$3,000 for 1 or \$6,000 for 2 or more)	0	6,000
Line 3: Maximum Eligible Child Care Expense (This excludes any Pre-Tax Spending Plan Reimbursements)	0	3,000
Lines 34 and 3: Allowed Expenses	0	3,000
Line 4: Earned Income	85,690	25,000
Line 7: Federal AGI	74,740	39,950
Line 8: Credit %	0%	22%
Line 9: Federal Child Care Credit (Credit % is based on Line 7 and is applied to smaller of Lines 3 or 4 - No Credit if Mar, Sep)	0	660
Credit Actually Used Reflecting Taxes Payable and Other Non-Refundable Credits (View Federal Tax Calculation to determine how child care credit may not be used in low income situations)	0	660

COMPUTATION OF GEORGIA CHILD CARE CREDIT	Annual Amounts	
1 Max Eligible Child Care Expense	0	3,000
2 Federal Taxable Income	57,840	27,750
3 Georgia Child Care Credit %	30%	30%
4 Georgia Child Care Credit (Annual)	0	198
5 Georgia Credit Actually Used	0	198
	Monthly Amounts	
Total Child Care Expenses	0	250
Federal Child Care Credit Actually Used	0	(55)
Georgia Child Care Credit Actually Used	0	(17)
Net Child Care Expenses	0	178

## Computation of Federal & Georgia Child Care Tax Credits

### Federal Child Care Credit %

<u>From</u>	<u>FED AGI</u> <u>To</u>	<u>CR %</u>
0	15,000	35%
15,001	17,000	34%
17,001	19,000	33%
19,001	21,000	32%
21,001	23,000	31%
23,001	25,000	30%
25,001	27,000	29%
27,001	29,000	28%
29,001	31,000	27%
31,001	33,000	26%
33,001	35,000	25%
35,001	37,000	24%
37,001	39,000	23%
39,001	41,000	22%
41,001	43,000	21%
Over \$43,000		20%