

Child Care Credit Calculation is Shown

COMPUTATION OF FEDERAL CHILD CARE TAX CREDIT

Last Name:	Doe	2011	
		<u>John</u>	<u>Mary</u>
Filing Status		Single	Hd Hsld
Qualifying Children (Under Age 13)		0	1
Annual Eligible Child Care Expense		\$0	\$3,000
<small>(Excludes Employer Provided Child Care and Reimbursements Under Company Sponsored Pre-Tax Spending Plans)</small>			

FEDERAL CHILD CARE CREDIT

Line numbers are from 2010 Federal Form 2441

Line 30: Maximum Allowed Expense	0	3,000
<small>(\$3,000 for 1 or \$6,000 for 2 or more)</small>		
Line 3: Maximum Eligible Child Care Expense	0	3,000
<small>(This excludes any Pre-Tax Spending Plan Reimbursements)</small>		
Line 34 and 3: Allowed Expenses	0	3,000
Line 4: Earned Income	0	30,000
Line 7: Federal AGI	0	36,485
Line 8: Credit %	0%	24%
Line 9: Federal Child Care Credit	\$0	\$720

(Credit % is based on Line 7 and is applied to smaller of Lines 3 or 4 – No Credit if Mar, Sep)

Credit Actually Used Reflecting Taxes Payable and Other Non-Refundable Credits	0	720
<small>(View Federal Tax Calculation to determine how child care credit may not be used in low income situations)</small>		

	Monthly Amounts	
Total Child Care Expenses	0	250
Federal Child Care Credit	0	(60)
Net Child Care Expenses	0	190

Federal Child Care Credit %

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

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