

Child Care Credits are Computed for Federal & OR - Use to Compare with OR Guideline Formula

Computation of Federal & OR Child Care Tax Credits

	2009	
	<u>John</u>	<u>Mary</u>
Last Name: Jones		
Filing Status	Single	Hd Hsld
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	3,600
FEDERAL CHILD CARE CREDIT		
(Line numbers are from 2008 Federal Form 2441)		
Line 29: 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	3,600
Lines 33 and 3: Allowed Expenses	0	3,600
Line 4: Earned Income	0	26,000
Line 7: Federal AGI	0	28,000
Line 8: Credit %	0%	28%
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	1,008
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	1,008

COMPUTATION OF OREGON CHILD CARE CREDIT

	Annual Amounts	
1 Max Eligible Child Care Expense	0	3,600
2 Federal Taxable Income	56,996	16,000
3 Oregon Child Care Credit %	0%	6%
4 Oregon Child Care Credit (Annual)	0	216
5 Oregon Credit Actually Used	0	216
	Monthly Amounts	
Total Child Care Expenses	0	300
Federal Child Care Credit Actually Used	0	(84)
Oregon Child Care Credit Actually Used	0	(18)
Net Child Care Expenses	0	198

Computation of Federal & OR Child Care Tax Credits

Federal Child Care Credit %			OR Credit		
<u>FED AGI</u>			<u>Based on Fed Taxable Inc</u>		
<u>From</u>	<u>To</u>	<u>CR %</u>	<u>From</u>	<u>To</u>	<u>CR %</u>
0	15,000	35%	0	5,000	30%
15,001	17,000	34%	5,001	10,000	15%
17,001	19,000	33%	10,001	15,000	8%
19,001	21,000	32%	15,001	25,000	6%
21,001	23,000	31%	25,001	35,000	5%
23,001	25,000	30%	35,001	45,000	4%
25,001	27,000	29%	Over \$45,000		0%
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%			

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