



Dependent Care Credits For Employers

Name of taxpayer (as shown on return)	Social Security number (SSN)	Tax year
Name of business (if different from name of taxpayer)	Business identification number (BIN)	Federal employer identification number (FEIN)

Business is operated as: Sole proprietorship Partnership Corporation Fiduciary

Oregon allows a credit to employers who provide dependent care assistance to their employees. There are **three** different credits available under this program. Qualifications and requirements for these credits are found in Oregon Revised Statutes (ORS) 315.204 and 315.208.

Note: These credits are available only to employers. Corporations can't use these credits to reduce excise tax below minimum tax.

Note: Your business expense deductions for providing dependent care assistance to your employees must be reduced by the credit claimed on the Oregon tax return, whether the credit is utilized or carried forward to subsequent years. Enter this amount on your Oregon personal income tax return or corporate excise tax return as an "Other Addition."

Note: The cost of dependent care assistance provided by you cannot be used by your employees to claim a child care credit on their personal income tax return.

I. Information and Referral Services Credit. See ORS 315.204(4)(a); Oregon Administrative Rule (OAR) 150-315.204-(C).

This credit is available to employers who pay for information and referral services to help their Oregon employees find dependent care providers.

1. Number of employees who work in Oregon.....	1		
2. Cost to provide these services to Oregon employees during this tax year.....	2		
3. Information and Referral Services credit for this year (line 2 multiplied by 50 percent)	3		

II. Dependent Care Assistance Credit. See ORS 315.204(1); OAR 150-315.204-(B).

This credit is allowed to employers who pay for the care of their employees' dependents.

1. Do you have a certificate for the credit from the Child Care Division for the current year? 1 Yes No

2. Cost of dependent care assistance that you provided to your employees during this tax year. *(Dependent care provider must be in Oregon. Computation must be made for each employee.)2

	Employee A	Employee B	Employee C	
3. Potential credit based on cost (line 2 multiplied by 50 percent).....3				
4. Maximum credit per employee.....4	\$2,500	\$2,500	\$2,500	
5. Allowable credit for each employee (smaller of line 3 or line 4).....5				
6. Total Dependent Care Assistance Credit (Total from line 5 for all employees. Attach schedule showing computation if more than 3 employees.).....				

Do not include amounts paid by employees through a salary reduction plan. If you provide dependent care assistance in your work-site facility, use actual operating costs or the fair market value of the services provided.

III. Dependent Care Facility Credit. See ORS 315.208; OAR 150-315.208.

If you have a qualifying facility, you may claim one-tenth of the total available credit each year over a 10-year period. The qualifying facility had to be in service before January 1, 2002. The facility must be in operation under current certification by the Child Care Division at the end of the year for which the credit is claimed.

For more information, check our website at www.oregon.gov/dor/business/corp-tax_main.shtml.

Can't find what you need? Call us at 503-378-4988.