



Oregon Working Family Child Care Credit for Full-Year Residents

2015

Schedule WFC

First name and initial	Last name	Social Security number (SSN)	<input type="checkbox"/> Attending school <input type="checkbox"/> Form WFC-DP is included
Spouse's first name and initial	Spouse's last name	Spouse's SSN if joint return	<input type="checkbox"/> Attending school <input type="checkbox"/> Form WFC-DP is included

You may be required to provide proof of your payment of your child care expenses

Household size calculation

- Enter the number of exemptions you claimed on your 2015 federal return 1
- Enter the number of exemptions you didn't claim on your 2015 federal return because you released the exemption to the child's other parent 2
- Add lines 1 and 2 3
- Enter the number of exemptions you claimed on your 2015 federal return for people who didn't live in your household during 2015, including exemptions released to you by your child's other parent, or who aren't related by blood, marriage, or adoption..... 4
- Household size. Line 3 minus line 4 5

Qualifying child care expenses paid in 2015. Complete all information for each child care provider you paid in 2015.

Provider's full name and complete address	Provider's SSN or FEIN	Child to provider relationship
6. Name _____ Address _____ City, State, ZIP code _____	<input type="text"/>	<input type="text"/> (enter code)
	Provider's phone number	Amount you paid to provider
	<input type="text"/> 6 \$ <input type="text"/>

Provider's full name and complete address	Provider's SSN or FEIN	Child to provider relationship
7. Name _____ Address _____ City, State, ZIP code _____	<input type="text"/>	<input type="text"/> (enter code)
	Provider's phone number	Amount you paid to provider
	<input type="text"/> 7 \$ <input type="text"/>

Provider's full name and complete address	Provider's SSN or FEIN	Child to provider relationship
8. Name _____ Address _____ City, State, ZIP code _____	<input type="text"/>	<input type="text"/> (enter code)
	Provider's phone number	Amount you paid to provider
	<input type="text"/> 8 \$ <input type="text"/>

9. Add amounts on lines 6 through 8 and enter the result here.
If you have more than three providers, check here and include a statement 9a 9 \$

Qualifying child information—Complete all information for each child	Child to taxpayer relationship (enter code)	Child's SSN	Child's date of birth (mm/dd/yyyy)	Qualifying expenses you paid for child care
10. First and last name of child				\$ <input type="text"/>
11.				\$ <input type="text"/>
12.				\$ <input type="text"/>
13.				\$ <input type="text"/>

14. Add amounts on lines 10 through 13 and enter the result here.
If you have more than four qualifying children, check here and include a statement 14a 14 \$

Computation of credit

- Enter your federal adjusted gross income (Form 40, line 7)..... 15
- Enter the total qualifying child care expenses you paid in 2015 from line 9 above 16
- Enter the decimal amount from the working family child care credit table on the back (use the table that matches your household size on line 5 above). For example, if the amount on line 5 is 4, use Table 4..... 17 X .
- Multiply the amount on line 16 by the decimal amount on line 17. Enter the result here and on Schedule OR-ASC, Section 5, using code 893. This is your working family child care credit 18

— You must include this schedule and a copy of your federal return with your Oregon tax return to receive this credit—

Working family child care credit—2015 tables

If your household size is not listed below, contact the department for the tables you need.

Table 1, Schedule WFC relationship codes

Son/Daughter	SD	Grandparent.....	GP
Stepchild.....	SC	Grandchild	GC
Foster child.....	FC	Aunt/Uncle	AU
Sibling	SB	Niece/Nephew	NN
Parent.....	PT	Other relative.....	OR
Spouse.....	SP	No relation	NR

Table 2, household size = 2

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$31,850	0.40
\$31,851	33,450	0.36
33,451	35,050	0.32
35,051	36,650	0.24
36,651	38,250	0.16
38,251	39,850	0.08
39,851	—	0.00

Table 3, household size = 3

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$40,200	0.40
\$40,201	42,200	0.36
42,201	44,200	0.32
44,201	46,200	0.24
46,201	48,200	0.16
48,201	50,250	0.08
50,251	—	0.00

Table 4, household size = 4

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$48,500	0.40
\$48,501	50,950	0.36
50,951	53,350	0.32
53,351	55,800	0.24
55,801	58,200	0.16
58,201	60,650	0.08
60,651	—	0.00

Table 5, household size = 5

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$56,800	0.40
\$56,801	59,650	0.36
59,651	62,500	0.32
62,501	65,350	0.24
65,351	68,200	0.16
68,201	71,050	0.08
71,051	—	0.00

Table 6, household size = 6

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$65,150	0.40
\$65,151	68,400	0.36
68,401	71,650	0.32
71,651	74,900	0.24
74,901	78,150	0.16
78,151	81,450	0.08
81,451	—	0.00

Table 7, household size = 7

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$73,450	0.40
\$73,451	77,150	0.36
77,151	80,800	0.32
80,801	84,500	0.24
84,501	88,150	0.16
88,151	91,850	0.08
91,851	—	0.00

Table 8, household size = 8

If the amount on Schedule WFC, line 15 is:		Enter this decimal amount on Schedule WFC, line 17:
at least:	but not more than:	
—	\$81,800	0.40
\$81,801	85,850	0.36
85,851	89,950	0.32
89,951	94,050	0.24
94,051	98,150	0.16
98,151	102,250	0.08
102,251	—	0.00

Working family child care credit instructions

This refundable credit is available to low-income working families with qualifying child care expenses. To qualify, **all** of the following must be true:

- You had at least \$8,700 of earned income; and
- You had \$3,400 or less of investment income (such as interest, dividends, and capital gains); and
- Your adjusted gross income (AGI) was less than the limits for your household size shown on the back of Schedule WFC; and
- Your child care provider wasn't the child's parent or guardian, or a relative or step relative under age 19; and
- You paid qualifying child care expenses to allow you and your spouse to work or attend school at least part-time or you or your spouse are exempt from this requirement due to a qualifying disability (see below); and
- You paid qualifying child care expenses for your qualifying child. A qualifying child is your child, step child, grandchild, step grandchild, brother,

sister, stepbrother, stepsister, nephew, niece, step nephew, step niece, or foster child who:

- Lived with you at least half of the year; and
- Was under the age of 13 at the time the care was provided; or
- Was a child who qualifies for the additional exemption credit for a child with a disability.

Note: If you're married filing separately, you must be legally separated or permanently living apart on December 31, 2015, to qualify.

Note to RDPs: Use your federal "as if" return to see if you qualify for this credit. For Oregon tax purposes, Oregon Registered Domestic Partners (RDP) are treated the same as married couples. References to "spouse" or "marriage" on the Schedule WFC and instructions include RDPs.

If you qualify, complete Schedule WFC, *Oregon Working Family Child Care Credit*, 150-101-169. Include this schedule with your return.

Schedule WFC instructions for residents

You must complete all information on the schedule and this must be submitted with your Oregon return along with a copy of your federal return. Failure to include these items or including an incomplete schedule may result in delay or denial of your WFC credit. **Your refund may take longer to process when claiming this credit.**

Reminder: If you qualify as a special case Oregon resident, military nonresident, or a resident living abroad, you must file as a nonresident and you don't qualify for this credit. See Form 40N filing instructions.

Check the boxes

Attending school. Check this box if you or your spouse had child care expenses because of attending school at least part time.

Form WFC-DP is included. Check this box if you or your spouse has a qualifying disability that keeps you from working, attending school, and caring for yourself and the children. Only one spouse can qualify for the exception. The other spouse must still work or attend school at least part time. The qualifications aren't the same as the severely disabled exemption credit.

To use the exception, the disabled spouse must have a disability that prevents (or severely restricts) them from **all** of the following:

- Performing an activity of daily living, including bathing, dressing, feeding, toileting, etc.;
- Working;
- Going to school at least part time; **and**
- Caring for the child(ren).

To claim the exception, the disabled taxpayer and their doctor need to fill out Form WFC-DP, *Verification of Disabled Parent or Guardian for Oregon Working Family Child Care Credit*, 150-101-177. Visit www.oregon.gov/dor or contact us to get Form WFC-DP. This form must be filled out each year that one of you meets the exception. Keep a copy of the form with your tax records and with your doctor. **We may contact your doctor or request a copy of the form at a later date.**

Household size calculation

Lines 1-5. Generally, your household size is the number of people you claim as exemptions on your 2015 federal return who are related to you by blood, marriage, or adoption and live in your home. Household size can include your child of whom you have primary custody, even if you allowed the child's other parent to claim the exemption on their tax return. **Don't** include people you're entitled to claim on your tax return who didn't live with you in your home for all of 2015 or who aren't related to you. A person can't be counted in the household size on more than one return.

Example 1: Rusty and Deb are unmarried and are the parents of two children. They maintain separate households and have joint custody of the children. The children live more than half the year with Deb. Even though the children are Deb's qualifying children, she releases the dependent exemption for one child to Rusty. Only Deb may claim the credit based on the child care expenses she paid because she is the custodial parent.

Deb's household size is three (herself, one dependent child whose exemption she claims, and one dependent child whose exemption is released to Rusty). Deb will enter "2" on line 1 of Schedule WFC and "1" on line 2 for a total of "3" on line 5.

Example 2: Jay and Rena have three qualifying children. They also support Rena's parents who live in Mexico. They claim seven exemptions on their tax return. Jay and Rena's household size is five, because only five of them live in their home. They will enter "7" on line 1 of Schedule WFC and "2" on line 4 for a total of "5" on line 5.

Qualifying child care expenses paid in 2015

Lines 6–9. Provider's full name and complete address. Enter the child care provider's information. If you have more than three providers, check box 9a and include a separate statement with the same information for the additional providers.

Provider's SSN or FEIN. You must include your provider's SSN, federal employer identification number (FEIN), or individual taxpayer identification number (ITIN).

Provider's phone number. Enter a daytime phone number for the provider. Important: We need a current phone number to contact the provider. Otherwise, your refund may be delayed.

Child to provider relationship. Identify the relationship of the child to the provider using the relationship codes on the back of Schedule WFC.

Amount paid to provider. Qualifying child care expenses are those paid for your qualifying child for the primary purpose for you to work or attend school. If married, both of you must be working or attending school for the expenses to qualify. You can claim this credit even if you pay your expenses with pre-tax dollars from an employer benefit plan. You must pay for the child care during 2015 for the payments to be qualifying child care expenses.

Qualifying child care expenses **don't** include amounts you paid for:

- Public or private school (K–12);
- After-school activities;
- Sports;
- Overnight camps;
- Boarding school;

- Food, gas, supplies; or
- Late payment fees or other fees.

You can claim only the expenses **you** actually paid during the year and **can't** claim expenses that are paid by someone else, such as a state assistance agency or a family member.

Example 3: Jeff works for a company that offers dependent care benefits. He contributes \$4,000 pre-tax each year to a flexible spending arrangement. Jeff's employer reports the \$4,000 of dependent care benefits in box 10 of his W-2. Jeff also paid \$1,000 with after-tax dollars. Jeff may claim the working family child care credit based on \$5,000 in qualifying child care expenses.

Example 4: Cate receives state assistance to pay her child care expenses. The child care provider charges Cate \$600 per month to care for her two qualifying children. Of the \$600 per month, the state paid \$450, and Cate paid a co-pay of \$150. She can only claim the amount she actually paid. Cate will enter \$1,800 on line 6 of the schedule ($\$150 \times 12$ months). She won't include the non-qualifying expenses paid by the state.

Example 5: Angie and Zach are married and have three children. Angie works full time and Zach doesn't work or attend school and is receiving disability payments. Despite his disability, Zach doesn't need assistance with any of the activities of daily living. Zach's disability doesn't qualify for the exception. Angie and Zach can't claim this credit for their child care expenses because Zach doesn't work or go to school.

Example 6: Mason and Barbara are married and have two children. Mason works full time. Barbara is unable to work because of a brain tumor. Barbara has a home care worker come to their home daily because she is unable to care for herself while Mason is away at work. Mason and Barbara pay \$750 a month for child care and \$800 a month for care for Barbara. Barbara and her doctor completed Form WFC-DP showing that Barbara has a qualifying disability. Mason and Barbara can claim this credit for the \$750 a month they paid for child care. The amount paid for Barbara's care doesn't qualify for this credit.

Proof of qualifying child care expenses. You must be able to prove that you paid the child care expenses to claim this credit. Acceptable proof may include, but isn't limited to, legible copies of:

- Cancelled checks (front and back); or
- Money order stubs; or
- Duplicate checks along with bank statements; and
- **Signed** receipts from the child care provider received **at the time of payment**. Receipts should include:
 - The child's full name.
 - Dates of care.
 - Date and amount of child care paid.

- Name of person or agency paying.
- Provider’s name, address, and phone number.
- Provider’s identification number (SSN/FEIN).
- The method of payment (check, money order, cash, etc.).
- Include bank statements or bank receipts showing cash withdrawals if paying in cash or money order.

If you have more than one child, be sure the information is listed separately for each child.

Example 7: Abby has two children and works full time. Abby’s friend, Tonya, is Abby’s child care provider. Abby pays Tonya \$500 a month in cash. During the processing of her tax return, Abby was asked for proof that she paid Tonya. She didn’t provide receipts or other proof of payment. Abby’s credit was denied. Abby filed a written objection and provided receipts Tonya filled out after Abby’s credit was denied. Abby can’t claim the credit because the receipts weren’t provided to her at the time of payment and she has no other proof that she paid Tonya.

Important: If you didn’t provide complete information, we may ask for additional proof. If you pay a relative or friend to care for your children, you may be asked to provide proof showing you actually paid qualifying child care expenses. Documents provided won’t be returned. **Be sure to ask for a signed receipt from your child care provider each time you pay for child care.**

Submitting proof of child care expenses. If we ask for proof of your child care expenses, you can now submit your documents online. Visit www.oregon.gov/dor and look for Revenue Online. You also have the option to mail your documents. Follow the instructions on the letter requesting the information.

Qualifying child information

Lines 10–14. For each qualifying child, enter their full name, relationship to you using the codes on the back of Schedule WFC, Social Security number or ITIN, and date of birth.

Enter the portion of expenses you listed in the child care provider section that apply to each child. The amounts shown on line 9 and line 14 should always be the same. If you have more than four qualifying children, check box 14a and include a separate statement with the same information for the additional children.

Computation of credit

Line 15. Enter your federal AGI (Oregon Form 40, line 7) on Schedule WFC, line 15.

Line 16. Enter the total qualifying expenses from Schedule WFC, line 9, on Schedule WFC, line 16.

Line 17. Use the table on the back of Schedule WFC that matches your household size, line 5.

Line 18. Multiply line 16 by line 17. This is your credit amount. Enter the results on line 18 and on Schedule OR-ASC, Section 5, using code 893.

Example 8: TJ and Don are married and meet the qualifications of the working family child care credit. They pay \$6,000 in qualifying child care expenses in 2015 for their 2 qualifying children. Their total AGI is \$57,000. Here’s how they will compute their \$960 credit:

15. Enter your federal adjusted gross income (Form 40, line 7)..... \$57,000
16. Enter the total qualifying child care expenses you paid in 2015 from line 9 above\$6,000
17. Enter the decimal amount from the working family child care credit table..... x 0.16
18. Multiply the amount on line 16 by the decimal amount on line 17. This is the credit amount\$960