

State Dependent Care Tax Credits
Alphabetical Order
March 2023

State	Code Section	Description	Code Link	Levies Personal Income Tax
Alabama	No	No child care tax credit for families at this time		Yes
Alaska	No	No child care tax credit for families at this time		No
Arizona	No	No child care tax credit for families at this time		Yes
Arkansas	§ 26-51-502	20% of the federal child and dependent care tax credit. Refundable.	https://law.justia.com/codes/arkansas/2010/title-26/subtitle-5/chapter-51/subchapter-5/26-51-502	Yes
California	18 CCR § 17052.6	For families with adjusted gross income less than \$100,000, the dependent care tax credit is: 50% of the federal child and dependent care tax credit (CDCTC) for taxpayers earning up to \$40,000; 43% of the federal CDCTC for taxpayers earning between \$40,001 and \$70,000; and 34% of the federal CDCTC for taxpayers earning between \$70,000 and \$100,000.	https://www.ftb.ca.gov/file/personal/credits/child-and-dependent-care-expenses-credit.html	Yes
Colorado	39-22-119	For families with adjusted gross income less than \$60,000; 50% of the federal child and dependent care tax credit (CDCTC) for taxpayers with income up to \$25,000; 30% of the federal CDCTC for taxpayers earning between \$25,000 and \$35,000; and 10% of the federal CDCTC for taxpayers earning between \$35,000 and \$60,000.	https://casetext.com/regulation/colorado-administrative-code/departments-200-department-of-revenue/division-201-taxpayer-service-division-tax-group/rule-1-ccr-201-2-income-tax/rule-39-22-119-child-care-expenses-tax-credit	Yes
Connecticut	No	No child care tax credit for families at this time		Yes
Delaware	§ 1114	50% of the federal child and dependent care tax credit (CDCTC), not refundable	https://codes.findlaw.com/de/title-30-state-taxes/de-code-sect-30-1114.html	Yes
District of Columbia		32% of the federal child and dependent care tax credit (CDCTC), not refundable	https://otr.cfo.dc.gov/sites/default/files/dc/sites/otr/publication/attachments/2019%20D-40_Booklet.pdf	Yes
District of Columbia	§ 47-1806.15	Keep child care affordable tax credit. The credit is allowed for children who are younger than age 4 as of September 30 of the taxable year. The amount of the credit is the lesser of: (i) The total amount of all eligible child care expenses paid by the taxpayer in the taxable year OR the limit per eligible child, as set forth in (B), multiplied by the number of the taxpayer's eligible children. (B)(i) For taxable years beginning on January 1, 2018, and January 1, 2019, the limit per eligible child shall be \$1,000. (ii) For each taxable year beginning after December 31, 2019, the limit per eligible child shall be increased annually pursuant to the cost-of-living adjustment (if the adjustment does not result in a multiple of \$5, it is rounded down to the next multiple of \$5). The credit is refundable.	https://code.dccouncil.us/dc/council/code/sections/47-1806.15.html	Yes
Florida	No	No child care tax credit for families at this time		No
Georgia	§ 48-7-29.10	30% of federal child and dependent care tax credit (CDCTC), not refundable	https://law.justia.com/codes/georgia/2010/title-48/chapter-7/article-2/48-7-29-10/	Yes
Hawaii		The tax credit is calculated as a percentage of qualifying expenses, not as a percentage of the federal credit. Refundable.	https://files.hawaii.gov/tax/forms/2019/schx_i.pdf	Yes
Idaho*	§ 63-3022D	Idaho does not have a dependent care tax credit. However, Idaho has a dependent care tax deduction. Idaho increased the deduction to \$12,000 per year through HB 288 enacted in April of 2023 (retroactive to 1/1/23).	https://legislature.idaho.gov/sessioninfo/2023/legislation/H0288/	Yes
Illinois	No	No child care tax credit for families at this time		Yes
Indiana	No	No child care tax credit for families at this time		Yes

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Iowa	§ 422.12C	Taxpayers with a net income of less than \$90,000 (increased from \$45,000) are eligible to take one of these two credits: the Child and Dependent Care Credit OR the Early Childhood Development Tax Credit. Refundable. Families are not eligible for the Child and Dependent Care Credit if they were unable to take it on their federal tax return. Additional information: https://tax.iowa.gov/expanded-instructions/child-dependent-care-credit-early-childhood-development-credit-2014 Modified in 2021 to increase \$45,000 cap to \$90,000.	https://www.legis.iowa.gov/docs/code/422.12C.pdf https://legiscan.com/IA/text/SF619/id/2404268	Yes
Kansas	§ 79-32,190	In tax year 2020, the Kansas dependent care credit is equal to 25% of the federal child and dependent care tax credit (CDCTC). Not refundable. This credit was repealed in 2013 and re-instated in 2017 (for taxable year 2018 and beyond). For additional information: https://www.ksrevenue.org/taxnotices/notice17-07.pdf	https://www.ksrevisor.org/statutes/chapters/ch79/079_032_0190.html	Yes
Kentucky	§ 141.067	20% of federal child and dependent care tax credit (CDCTC), not refundable.	https://apps.legislature.ky.gov/law/statutes/statute.aspx?id=29058	Yes
Louisiana	§ 6104	Child Care Family Tax Credit. Families can receive a tax credit that increases as the quality rating of the child care program increases. Tax credits are available for each child in care. Refundable.	http://legis.la.gov/Legis/Law.aspx?d=453233	Yes
Louisiana	§ 6106	Credit for child care directors and staff. Child care staff and directors can receive a refundable tax credit based on credentials and levels of education. Level Four Director or Level Four Staff \$3,000 Level Three Director or Level Three Staff \$2,500 Level Two Director or Level Two Staff \$2,000 Level One Director or Level One Staff \$1,500 The credit is adjusted annually for each calendar year by the percentage increase in the Consumer Price Index United States city average for all urban consumers (CPI-U), as prepared by the United States Department of Labor, Bureau of Labor Statistics, as determined by the secretary of the Department of Revenue on December first of the preceding calendar year.	http://legis.la.gov/Legis/Law.aspx?d=453235	Yes
Louisiana	§ 47:297.4	Child Care Tax Credit Based on federal child and dependent care tax credit (CDCTC). In addition to the child care tax credit that is available to families based on the quality rating of programs they select, there is also a refundable credit linked to the federal CDCTC for families with income below \$25,000; nonrefundable credit for other families with a sliding scale based on income.	https://law.justia.com/codes/louisiana/2018/code-revisedstatutes/title-47/rs-47-297.4/	Yes
Maine	§ 5218	The Maine child care tax credit is equal to 25% of the federal child and dependent care tax credit (CDCTC). The credit doubles if the expenses are related to a quality child care provider with a Step 4 Quality Certificate. The credit is also refundable up to \$500.	http://legislature.maine.gov/statutes/36/title36sec5218.html	Yes
Maryland	§ 10-716	Effective July 1, 2019, state legislation was enacted to increase the maximum income limit on eligibility for the State income tax for child and dependent care expenses, alter the phase-out of the tax credit, make the credit refundable, subject the credit to increased income limits (below \$75,000), and increase the tax credit each taxable year for income eligibility and refundability thresholds by a cost-of-living adjustment. The credit applies to taxable years beginning after December 31, 2018. See fiscal note describing changes. http://mgaleg.maryland.gov/2019RS/fnotes/bil_0000/sb0870.pdf	https://casetext.com/statute/code-of-maryland/article-tax-general/title-10-income-tax/subtitle-7-income-tax-credits/section-10-716-for-child-care-or-dependent-care	Yes
Massachusetts*	C.M.R. § 364.400(D)	Massachusetts does not have a dependent care tax credit. However, Massachusetts offers taxpayers two child and dependent care related tax deductions. One is for child care expenses and the other is for dependent care more generally (including for the elderly or a disabled family member). Families cannot take both deductions. For more information: https://www.mass.gov/service-details/view-child-and-dependent-related-deductions#Child	https://www.mass.gov/service-details/view-child-and-dependent-related-deductions#Child	Yes
Michigan	No	No child care tax credit for families at this time		Yes
Minnesota	§ 290.067	The Minnesota dependent care tax credit equals the federal child and dependent care tax credit (CDCTC) for which the family is eligible, subject to an income-based phaseout. While all filers with tax liability and qualifying expenses may claim the federal credit, the state credit is fully phased out for families with higher incomes. The Minnesota credit is refundable. https://www.house.leg.state.mn.us/hrd/pubs/ss/ssdepcred.pdf also: https://www.revenue.state.mn.us/child-and-dependent-care-credit	https://www.revisor.mn.gov/statutes/cite/290.067	Yes
Mississippi	No	No child care tax credit for families at this time		Yes
Missouri	No	No child care tax credit for families at this time		Yes

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Montana*	§ 15-30-2131.	Montana does not have a dependent care tax credit. Instead, Montana has a dependent care expense deduction. Maximum expenses: \$2,400 in the case of one qualifying individual, \$3,600 in the case of two qualifying individuals, and \$4,800 in the case of three or more qualifying individuals. If the combined adjusted gross income of a family exceeds \$18,000 for the tax year during which the expenses are incurred, the amount of the dependent care expenses are reduced by one-half of the excess of the combined adjusted gross income over \$18,000.	https://leg.mt.gov/bills/mca/title_0150/chapter_0300/part_0210/section_0310/0150-0300-0210-0310.html	Yes
Nebraska	§ 77-2715.07(2)(b)	Refundable for families with federal adjusted gross income of \$29,000 or less, whether or not the federal child and dependent care tax credit (CDCTC) was limited by federal tax liability. The percentage of the federal CDCTC shall be 100% for families with income less than \$22,000, and the percentage is reduced by 10% for each \$1,000, or fraction above.	https://nebraskalegislature.gov/laws/statutes.php?statute=77-2715.07	Yes
Nevada	No	No child care tax credit for families at this time		No
New Hampshire	No	No child care tax credit for families at this time		No
New Jersey	§ 54A:4-17	For families with New Jersey taxable income of \$150,000 or less, a refundable dependent care tax credit as a percentage of the federal child and dependent care tax credit (CDCTC) is available. The credit is 50% of the federal CDCTC for families with income under \$20,000 declining to 10% for families with income of \$150,000 or less. This credit was increased in 2021 from a maximum of \$60,000 and also made refundable. For more information: https://www.nj.gov/treasury/taxation/depcarecred.shtml	https://pub.njleg.gov/bills/2020/S4500/4065_R1.HTM	Yes
New Mexico	§ 7-2-18.1	The New Mexico dependent care tax credit is limited to taxpayers with income under \$31,160. The credit is refundable.	<a ",scrollchunk:in,searchquery:'dependent%20care%20tax%20credit',searchsortby:relevance,tabs:search))"="" href="https://laws.nmnesource.com/w/nmos/Chapter-7-NMSA-1978?zoupio-debug#Ifragment/zoupio-_Toc49963938/(hash:(chunk:(anchorText:zoupio-_Toc49963938),notesQuery:">https://laws.nmnesource.com/w/nmos/Chapter-7-NMSA-1978?zoupio-debug#Ifragment/zoupio-_Toc49963938/(hash:(chunk:(anchorText:zoupio-_Toc49963938),notesQuery:"",scrollChunk:In,searchQuery:'dependent%20care%20tax%20credit',searchSortBy:RELEVANCE,tabs:search))	Yes
New York	Article 22, Part 1 § 606 (c)(1)	The NYS dependent care tax credit is a minimum of 20% of the federal child and dependent care tax credit (CDCTC) or it may exceed the federal credit and be refundable. It is calculated based on the amount of NYS adjusted gross income, the number of qualifying persons, and the amount of qualified expenses paid. https://www.tax.ny.gov/pit/credits/child_and_dependent_care_credit.htm	http://public.leginfo.state.ny.us/lawsrch.cgi?NVLWO:	Yes
North Carolina	No	No child care tax credit for families at this time		Yes
North Dakota	No	No child care tax credit for families at this time		Yes
Ohio	§ 5747.054	The Ohio dependent care tax credit is available for families with income under \$40,000. The credit is 25% of the federal child and dependent care tax credit (CDCTC) except that the amount of the credit for a taxpayer with modified adjusted gross income of less than \$20,000 is equal to the federal credit.	http://codes.ohio.gov/orc/5747.054v1	Yes
Oklahoma	§ 710:50-15-71	Families have a choice between: 20% of the federal child and dependent care tax credit (CDCTC) or 5% of the federal <u>child</u> tax credit. Federal adjusted gross income can not exceed \$100,000. Not refundable.	https://casetext.com/regulation/oklahoma-administrative-code/title-710-oklahoma-tax-commission/chapter-50-income/subchapter-15-oklahoma-taxable-income/part-7-credits-against-tax/section-71050-15-71-credit-for-child-carechild-tax-credit	Yes
Oregon	§ 315.264	Oregon has a Working Family Household and Dependent Care Credit (WFHDC) that supports low- to moderate-income families to pay for the care of dependents while they're working or looking for work.	https://www.oregonlaws.org/ors/315.264	Yes
Pennsylvania	Act 53 of 2022 (HB 1342)	Dependent and Child Care Enhancement Program. Beginning for tax year 2022, Pennsylvania residents who claim the federal Child and Dependent Care Tax Credit (CDCTC) may claim a tax credit against their Pennsylvania tax liability. The Pennsylvania Dependent and Child Care Enhancement Tax Credit was established as part of the 2022-2023 state budget. The provision creates a refundable personal income tax credit calculated at 30% of the federal CDCTC for those who qualified for the federal program.	PA tax form: https://www.google.com/url?client=internal-element-cse&cx=007572080359491747877:iaa8-kcfhsa&q=https://www.revenue.pa.gov/FormsandPublications/FormsforIndividuals/PIT/Documents/2022/2022_pa-40dc.pdf&sa=U&ved=2ahUKEwjBwMWNtuH9AhXOjokEHUrpAtQQFnoECAgQAQ&usg=AOvVaw0rVqmtNGIVFbyUHINK30NU State Budget Summary, Revenue Provisions. https://www.google.com/url?client=internal-element-cse&cx=007572080359491747877:iaa8-kcfhsa&q=https://www.revenue.pa.gov/TaxLawPoliciesBulletinsNotices/TaxSummaries/Documents/2022_tax_summary_jul.pdf&sa=U&ved=2ahUKEwjBwMWNtuH9AhXOjokEHUrpAtQQFnoECAgQAQ&usg=AOvVaw2fccEfi8ytTNRhCdUvEdt	Yes
Rhode Island		25% of the federal child and dependent care tax credit (CDCTC), not refundable	http://www.tax.ri.gov/forms/2019/Income/2019%20Resident%20Instructions_12052019.pdf	Yes

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South Carolina	§ 12-6-3380	7% of the federal child and dependent care tax credit (CDCTC). The maximum credit allowed is \$210 for one child or \$420 for two or more children. For additional information: https://dor.sc.gov/forms-site/Forms/SC1040Instr_2019.pdf	https://law.justia.com/codes/south-carolina/2014/title-12/chapter-6/section-12-6-3380/	Yes
South Dakota	No	No child care tax credit for families at this time		No
Tennessee	No	No child care tax credit for families at this time		No
Texas	No	No child care tax credit for families at this time		No
Utah	No	No child care tax credit for families at this time		Yes
Vermont	§ 5828c	Families with federal adjusted gross income less than \$30,000 (or \$40,000 for married, filing jointly) are eligible for a refundable credit. The credit is equal to 50% of the federal child and dependent care tax credit (CDCTC) allowed to the taxpayer for the taxable year for child or dependent care services provided in Vermont in a registered home or licensed facility certified by the Agency of Human Services as meeting national accreditation or national credential standards endorsed by the Agency. A credit under this section shall be in lieu of any child and dependent care credit available under subsection 5822(d) of the Vermont code.	https://advance.lexis.com/documentpage/?pdmfid=1000516&crd=a50415bf-1b67-44d2-9d2c-0a0a94bd6330&config=00JAA0NzU3MGY5Yy1iNzAxLTQ3ZDUtODIiImY1iYjg4Y2zOGNjNGIKAFBvZENhdGFsb2eitsnnFFJQC4nRx7kBTbY&pdDocFullpath=%2Fshared%2Fdocument%2Fstatutes-legislation%2Furn%3AcontentItem%3A5Pj4-RFj0-004G-G51R-00008-00&pdcontentcomponentid=234198&pdteaserkey=sr1&pditab=allpods&ecompc5w_kkk&earg=sr1&prid=d25afb49-6b36-4ad3-94fe-9599cc20f41f	Yes
Vermont	§ 5822d	(d)(1) 24 percent of each of the credits allowed against the taxpayer's federal income tax for the taxable year as follows: credit for people who are elderly or permanently totally disabled, investment tax credit attributable to the Vermont-property portion of the investment, and child care and dependent care credits.	https://legislature.vermont.gov/statutes/section/32/151/05822	Yes
Virginia*	§ 58.1-322.03	Virginia does not have a dependent care tax credit. Instead, a deduction is allowed for dependent care expenses based on expenses claimed under the federal child and dependent care tax credit (CDCTC). Families may only claim this deduction on their Virginia tax return if they were eligible to claim a credit for child and dependent care expenses on their federal return. For more information: https://www.tax.virginia.gov/deductions	https://law.lis.virginia.gov/vacode/title58.1/chapter3/section58.1-322.03/	Yes
Washington	No	No child care tax credit for families at this time		No
West Virginia	No	No child care tax credit for families at this time		Yes
Wisconsin	2021 Wis. Act 58, sec. 71.07(9g)	Additional Child and Dependent Care Tax Credit. Beginning in 2022, Wisconsin residents who claim the federal Child and Dependent Care Tax Credit (CDCTC) may claim a tax credit against their Wisconsin tax liability. The provision creates a refundable personal income tax credit calculated at 50% of the federal CDCTC for those who qualified for the federal program. The credit is not refundable.	https://www.google.com/url?sa=t&rct=j&q=&esrc=s&source=web&cd=&ved=2ahUKEwiPp7L-ueH9AhUzSzABHYsNAFgQFnoECA4QAQ&url=https://www.revenue.wi.gov%2FWisconsinTaxBulletin%2F214-07-21-WTB.pdf&usg=AOvVaw1xCqilVQPH18utb_Mgiw	Yes
Wyoming	No	No child care tax credit for families at this time		No

Note: Idaho, Massachusetts, Montana, and Virginia do not have child care tax credits for families. Instead, these states allow for a deduction for child care expenses (up to certain limits).

As of:
May 2023