

2023 Child and Dependent Care Expenses Credit

3506

Attach to your California Form 540 or Form 540NR.

Name(s) as shown on tax return SSN or ITIN

Part I Unearned Income and Other Funds Received in 2023. See instructions.

Table with 4 columns: Source of Income/Funds, Amount, Source of Income/Funds, Amount

Part II Persons or Organizations Who Provided the Care in California - You must complete this part. See instructions.

1 Enter the following information for each person or organization that provided care in California. Only care provided in California qualifies for the credit. If you need more space, attach a separate sheet.

Table with 3 columns: Care provider's name, address, telephone number, Is provider a person or organization?, Identification number, Address where care was provided, Amount paid for care provided

Did you receive dependent care benefits? No. Complete Part III below. Yes. Complete Part IV on Side 2 before you complete Part III.

Part III Credit for Child and Dependent Care Expenses

2 Information about your qualifying person(s). See instructions.

Table with 5 columns: Qualifying person's name, Qualifying person's social security number (SSN), Qualifying person's date of birth, Percentage of physical custody, Qualified expenses you incurred and paid in 2023

Summary table with 3 columns: Description, Line number, Amount

Part IV Dependent Care Benefits

13 Enter the total amount of dependent care benefits you received for 2023. This amount should be shown in box 10 of your federal Form(s) W-2. Do not include amounts that were reported to you as wages in box 1 of federal Form(s) W-2. If you were self-employed or a partner, include amounts you received under a dependent care assistance program from your sole proprietorship or partnership. See instructions.	13		00
14 Enter the amount, if any, you carried over from 2022 and used in 2023 during the grace period. See instructions	14		00
15 Enter the amount, if any, you forfeited or carried forward to 2024. See instructions	15		00
16 Combine line 13 through line 15.	16		00
17 Enter the total amount of qualified expenses incurred in 2023 for the care of the qualifying person(s). See instructions.	17		00
18 Enter the smaller of line 16 or line 17.	18		00
19 Enter YOUR earned income.	19		00
20 If married or an RDP filing a joint return, enter YOUR SPOUSE'S/RDP's earned income (if your spouse/RDP was a student or was disabled, see the instructions for line 5); if married or an RDP filing a separate tax return, see the instructions for the amount to enter; all others, enter the amount from line 19.	20		00
21 Enter the smallest of line 18, line 19, or line 20.	21		00
22 Enter \$5,000 (\$2,500 if married or an RDP filing separately and you were required to enter your spouse's/RDP's earned income on line 20). However, do not enter more than the maximum amount allowed under your dependent care plan.	22		00
23 Enter the amount from line 13 that you received from your sole proprietorship or partnership. If you did not receive any amounts, enter -0-.	23		00
24 Subtract line 23 from line 16.	24		00
25 Deductible benefits. Enter the smallest of line 21, line 22, or line 23.	25		00
26 Excluded benefits. Subtract line 25 from the smaller of line 21 or line 22. If zero or less, enter -0-.	26		00
27 Taxable benefits. Subtract line 26 from line 24. If zero or less, enter -0-.	27		00
28 Enter \$3,000 (\$6,000 if two or more qualifying persons)	28		00
29 Add line 25 and line 26.	29		00
30 Subtract line 29 from line 28. If zero or less, stop. You do not qualify for the credit. Exception - If you paid 2022 expenses in 2023, see instructions for line 11	30		00
31 Complete Side 1, Part III, line 2. Add the amounts in column (e) and enter the total here	31		00
32 Enter the amount from your federal Form 2441, Part III, line 31.	32		00
33 Enter the smaller of line 30, line 31, or line 32. Also, enter this amount on Side 1, Part III, line 3 and complete Part III, line 4 through line 12.	33		00

Worksheet – Credit for 2022 Expenses Paid in 2023

1. Enter your 2022 qualified expenses paid in 2022. If you did not claim the credit for these expenses on your 2022 tax return, get and complete a 2022 form FTB 3506 for these expenses. You may need to amend your 2022 tax return	1.	
2. Enter your 2022 qualified expenses paid in 2023.	2.	
3. Add line 1 and line 2.	3.	
4. Enter \$3,000 if care was for one qualifying person (\$6,000 for two or more)	4.	
5. Enter any dependent care benefits received for 2022 and excluded from your income (from your 2022 form FTB 3506, Part IV, line 26)	5.	
6. Subtract line 5 from line 4.	6.	
7. Compare your and your spouse's/RDP's earned income for 2022 and enter the smaller amount.	7.	
8. If filing a joint tax return, compare the amounts on line 3, line 6, and line 7 and enter the smallest amount. If not filing a joint tax return, enter your earned income.	8.	
9. Enter the amount from your 2022 form FTB 3506, Side 1, Part III, line 6	9.	
10. Subtract line 9 from line 8. If zero or less, stop. You cannot increase your credit by any previous year's expenses	10.	
11. Enter your 2022 federal adjusted gross income (AGI) (from your 2022 Form 540, line 13; or Form 540NR, line 13)	11.	
12. 2022 federal AGI decimal amount (from 2022 form FTB 3506, instructions for line 7)	12.	. _____
13. Multiply line 10 by line 12.	13.	
14. 2022 California AGI decimal amount (from 2022 form FTB 3506, instructions for line 9)	14.	. _____
15. Multiply line 13 by line 14. Enter the result here and on your 2023 form FTB 3506, Side 1, Part III, line 11.	15.	