

Ontario Child Care Tax Credit

Find out if you are eligible to receive a personal income tax credit to help with child care costs.

Overview

The new Ontario Child Care Tax Credit will put more money in the pockets of families and provide the flexibility they need to choose the child care options that work best for them.

Eligible families can claim up to 75% of their eligible child care expenses, including services provided by child care centres, homes and camps.

You can claim this tax credit when you file your 2020 personal income tax return in 2021.

How much you can receive

Families could receive up to:

- \$6,000 per child under the age of seven
- \$3,750 per child between the ages of seven and 16
- \$8,250 per child with a severe disability

The Ontario Child Care Tax Credit is calculated as a percentage of your Child Care Expense Deduction. The Child Care Expense Deduction provides provincial and federal income tax relief toward eligible child care expenses.

Eligibility

The Ontario Child Care Tax Credit supports families with incomes up to \$150,000, particularly those with low and moderate incomes.

To claim the Ontario Child Care Tax Credit, you must:

- be eligible to claim the [Child Care Expense Deduction](https://www.canada.ca/en/revenue-agency/services/tax/technical-information/income-tax/income-tax-folios-index/series-1-individuals/folio-3-family-unit-issues/income-tax-folio-s1-f3-c1-child-care-expense-deduction.html) ([canada.ca/en/revenue-agency/services/tax/technical-information/income-tax/income-tax-folios-index/series-1-individuals/folio-3-family-unit-issues/income-tax-folio-s1-f3-c1-child-care-expense-deduction.html](https://www.canada.ca/en/revenue-agency/services/tax/technical-information/income-tax/income-tax-folios-index/series-1-individuals/folio-3-family-unit-issues/income-tax-folio-s1-f3-c1-child-care-expense-deduction.html))
- have a family income less than or equal to \$150,000
- be an Ontario resident at the end of the tax year

Eligible expenses

[Child care expenses \(canada.ca/en/revenue-agency/services/tax/individuals/topics/about-your-tax-return/tax-return/completing-a-tax-return/deductions-credits-expenses/line-21400-child-care-expenses/line-21400-what-child-care-expenses.html\)](https://canada.ca/en/revenue-agency/services/tax/individuals/topics/about-your-tax-return/tax-return/completing-a-tax-return/deductions-credits-expenses/line-21400-child-care-expenses/line-21400-what-child-care-expenses.html) that are eligible for the Child Care Expense Deduction will also be eligible for the Ontario Child Care Tax Credit.

Eligible expenses include:

- caregivers providing child care services
- day nursery schools and child care centres
- boarding schools, overnight sports schools or camps where lodging is involved
- educational institutions (for the part of fees that relate to child care only)
- day camps and sports schools where the primary goal of the camp is to care for children

Ineligible expenses include:

- medical or hospital care, clothing or transportation costs
- fees related to education costs at an educational institution (such as tuition)
- fees for leisure or recreational activities (such as tennis lessons)
- child care services provided by the eligible child's parent or a person under 18 years of age who is connected by a blood relationship (such as a sibling)

How to claim

You can claim the 2019 Ontario Child Care Tax Credit (known as **Ontario childcare access and relief from expenses tax credit**) when you file your tax return in 2020.

You must keep the receipts for child care expenses incurred throughout the year.

How the tax credit is calculated

The amount you could receive is calculated using your Child Care Expense Deduction, multiplied by the Ontario Child Care Tax Credit rate that is based on your family income (that is, the incomes of family members used in determining your Child Care Expense Deduction).

Ontario Child Care Tax Credit Rate Calculation	
Family income	Rate calculation
Up to \$20,000	75%
Greater than \$20,000 and up to \$40,000	75% minus 2 percentage points for each \$2,500 (or part of) above \$20,000
Greater than \$40,000 and up to \$60,000	59% minus 2 percentage points for each \$5,000 (or part of) above \$40,000

Ontario Child Care Tax Credit Rate Calculation	
Family income	Rate calculation
Greater than \$60,000 and up to \$150,000	51% minus 2 percentage points for each \$3,600 (or part of) above \$60,000
Greater than \$150,000	0%

For example, if your income is \$10,000, your Ontario Child Care Tax Credit rate will be 75%. If your income is \$45,500, your rate will be 55%.

Contact the Canada Revenue Agency

If you have questions about the Ontario Child Care Tax Credit, please contact Canada Revenue Agency's:

- [Tax services offices and tax centres \(canada.ca/en/revenue-agency/corporate/contact-information/tax-services-offices-tax-centres.html\)](https://canada.ca/en/revenue-agency/corporate/contact-information/tax-services-offices-tax-centres.html)
- Individual tax enquiries line at 1-800-959-8281 

More information is available on the Canada Revenue Agency website (canada.ca/en/revenue-agency/services/forms-publications/tax-packages-years/general-income-tax-benefit-package/ontario/5006-pc/information-residents-ontario.html#p8l1).

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