

EXAMPLE 3

Marlene has average weekly childcare costs of £350 for two children. Her RP is 365 days.

Calculation 1: $350 \times (52/365 \times 365) = £18,200$

Calculation 2: $300/7 = £42.86 \times 365 = 15,643.90$

The childcare costs used when calculating Marlene's maximum rate of tax credits are $£15,643.90 \times 70\% = £10,950.73$