

Table T10-0015
Child and Dependent Care Tax Credit: Extend EGTRRA Provisions and Allow Against AMT
Tax Benefit Compared to Current Law, 2011¹

Cash Income Class (thousands of 2009 dollars) ^{2,3}	Baseline: Current Law					EGTRRA Extension and AMT Allowance					Change in Tax Benefit Due to EGTRRA Extension and AMT Allowance					
	Tax Units with a Benefit		Tax Benefit		Average Benefit (\$)	Tax Units with a Benefit		Tax Benefit		Average Benefit (\$)	New Beneficiaries (thousands) ⁴	Tax Units with an Increased Benefit ⁵		Change in Tax Benefit		Average Increase in Tax Benefit (Dollars) ⁶
	Number (thousands)	Percent Of Total	Amount (\$ millions)	Percent Of Total		Number (thousands)	Percent Of Total	Amount (\$ millions)	Percent Of Total			Number (thousands)	Percent of Total	Amount (\$ millions)	Percent of Total	
Less than 10	0	0.0	0.0	0.0	n/a	0	0.0	0.0	0.0	n/a	0	0	0.0	0.0	0.0	0
10-20	36	1.0	11.1	0.8	307	36	0.6	11.7	0.4	325	0	9	0.2	0.7	0.0	71
20-30	355	9.4	127.6	8.7	359	355	6.1	171.1	5.7	481	0	237	5.4	43.5	2.9	183
30-40	672	17.7	256.2	17.4	381	676	11.6	350.2	11.7	518	4	600	13.5	94.0	6.2	157
40-50	565	14.9	225.5	15.4	399	591	10.2	299.3	10.0	506	26	472	10.7	73.8	4.9	156
50-75	914	24.1	362.7	24.7	397	1,097	18.8	527.4	17.7	481	183	667	15.0	164.7	10.9	247
75-100	578	15.2	220.8	15.0	382	1,022	17.6	510.2	17.1	499	445	713	16.1	289.4	19.1	406
100-200	543	14.3	208.9	14.2	384	1,661	28.5	897.7	30.1	540	1,118	1,412	31.9	688.8	45.5	488
200-500	84	2.2	33.7	2.3	400	331	5.7	184.1	6.2	556	247	290	6.5	150.4	9.9	518
500-1,000	31	0.8	16.5	1.1	540	38	0.7	23.5	0.8	618	7	23	0.5	6.9	0.5	302
More than 1,000	10	0.3	5.6	0.4	564	11	0.2	7.1	0.2	654	1	6	0.1	1.5	0.1	234
All	3,789	100.0	1,468.7	100.0	388	5,819	100.0	2,982.4	100.0	513	2,030	4,431	100.0	1,513.7	100.0	342

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-4).

(1) Calendar year. Baseline is current law. Proposal would: increase the maximum credit rate to 35 percent; increase the eligible expenses to \$3,000 for one child and \$6,000 for two or more children; increase the start of the credit rate phasedown to \$15,000 of AGI (not indexed for inflation); and allow the credit regardless of tentative AMT. Tax benefits are measured as the difference in individual income tax liability with and without the credit.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(4) Number of tax units with no benefit from the credit under the baseline and a positive benefit under the proposal.

(5) Includes both new beneficiaries and those tax units with a positive benefit under the baseline but a higher benefit under the proposal.

(6) The average increase is calculated only for those who actually receive a change in tax benefits because of the proposal.