

Table T07-0157
Fully Refundable Child and Dependent Care Tax Credit (CDCTC)
Qualifying Tax Units with Earnings that Benefit Compared to Current Law, 2006 ¹

| Cash Income Class (thousands of 2006 dollars) ^{2,3} | Qualifying Tax Units with Earnings ⁴ | | Current Law Returns with CDCTC | | Fully Refundable CDCTC Returns | |
|--|--|---------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| | Number (thousands) | Percent Of Total | Number (thousands) | Percent of Qualifying Units | Number (thousands) | Percent of Qualifying Units |
| Less than 10 | 2,946 | 8.7 | 0 | 0.0 | 524 | 17.8 |
| 10-20 | 4,949 | 14.6 | 125 | 2.5 | 916 | 18.5 |
| 20-30 | 4,613 | 13.6 | 604 | 13.1 | 776 | 16.8 |
| 30-40 | 3,624 | 10.7 | 762 | 21.0 | 793 | 21.9 |
| 40-50 | 2,741 | 8.1 | 573 | 20.9 | 588 | 21.4 |
| 50-75 | 5,242 | 15.4 | 1,399 | 26.7 | 1,421 | 27.1 |
| 75-100 | 3,642 | 10.7 | 1,099 | 30.2 | 1,106 | 30.4 |
| 100-200 | 4,901 | 14.4 | 1,447 | 29.5 | 1,453 | 29.7 |
| 200-500 | 1,081 | 3.2 | 278 | 25.7 | 278 | 25.8 |
| 500-1,000 | 150 | 0.4 | 28 | 18.4 | 28 | 18.5 |
| More than 1,000 | 71 | 0.2 | 10 | 13.9 | 10 | 14.0 |
| All | 33,989 | 100.0 | 6,323 | 18.6 | 7,899 | 23.2 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-2).

(1) Calendar year.

(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) Earnings are defined as the sum of wages and salaries plus self-employment income less the deduction for self-employment taxes. For married tax units, both spouses must have positive earnings. The tax unit must have at least one child less than thirteen years of age to be considered a "qualifying" tax unit.