

**Table T09-0383**  
**Expansion of Child and Dependent Care Tax Credit (CDCTC)**  
**Returns and Amount Reported Compared to Current Law Assuming 90-Percent Participation Rate, 2009 <sup>1</sup>**

Cash Income Class (thousands of 2009 dollars) <sup>2,3</sup>	Current Law					Expanded CDCTC					Change Due to Expansion					
	Returns		Reported Credit		Average Credit (\$)	Returns		Reported Credit		Average Credit (\$)	Returns		Reported Credit		Average Credit	
	Number (thousands)	Percent Of Total	Amount (\$ millions)	Percent Of Total		Number (thousands)	Percent Of Total	Amount (\$ millions)	Percent Of Total		Number (thousands)	Percentage	Amount (\$ millions)	Percentage	Dollars	Percentage
<b>Less than 10</b>	0	0.0	0.0	0.0	n/a	382	4.2	650.1	7.0	1,701	382	n/a	650.1	n/a	1,701	n/a
<b>10-20</b>	206	2.7	33.7	0.9	164	986	10.8	1,242.2	13.3	1,260	780	379.3	1,208.4	3582.3	1,096	668.3
<b>20-30</b>	928	12.4	376.3	9.8	406	1,232	13.5	1,534.3	16.4	1,245	305	32.8	1,157.9	307.7	839	207.0
<b>30-40</b>	997	13.3	535.7	13.9	537	1,048	11.5	1,341.0	14.4	1,279	51	5.2	805.3	150.3	742	138.0
<b>40-50</b>	724	9.7	382.7	9.9	528	750	8.2	938.1	10.0	1,250	26	3.6	555.4	145.1	722	136.6
<b>50-75</b>	1,273	17.0	704.1	18.3	553	1,318	14.5	1,252.7	13.4	951	45	3.5	548.7	77.9	398	71.9
<b>75-100</b>	1,170	15.7	624.0	16.2	533	1,186	13.0	828.1	8.9	698	16	1.4	204.1	32.7	165	30.9
<b>100-200</b>	1,804	24.1	991.0	25.7	549	1,812	19.9	1,285.7	13.8	709	8	0.5	294.7	29.7	160	29.1
<b>200-500</b>	330	4.4	179.3	4.7	544	331	3.6	229.7	2.5	694	1	0.3	50.4	28.1	151	27.7
<b>500-1,000</b>	36	0.5	21.8	0.6	607	36	0.4	28.1	0.3	774	0	1.0	6.3	28.8	168	27.6
<b>More than 1,000</b>	9	0.1	6.2	0.2	653	9	0.1	8.0	0.1	850	0	0.2	1.9	30.4	197	30.1
<b>All</b>	7,478	100.0	3,854.8	100.0	515	9,098	100.0	9,343.1	100.0	1,027	1,620	21.7	5,488.3	142.4	511	99.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-2).

(1) Calendar year. Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2009; increases expense limit to \$5,000 for one qualifying individual and \$10,000 for two or more qualified individuals; and increases the maximum credit rate to 50 percent. The credit rate would phase down by one percentage point for each \$1,000 (or fraction thereof) that AGI exceeds the phasedown threshold of \$30,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(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.