

**Table T05-0196. Child and Dependent Care Tax Credit  
Number of Returns and Amount Reported Under Current and Pre-EGTRRA Law, 2005 <sup>1</sup>**

Cash Income Class (thousands of 2005 dollars) <sup>2,3</sup>	Pre-EGTRRA Law					Current Law					Change Due to EGTRRA					
	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	0	0.0	0.0	0.0	N/A	0	N/A	0.0	N/A	N/A	N/A
<b>10-20</b>	158	2.6	45.7	1.8	290	157	2.5	37.9	1.1	241	0	-0.2	-7.8	-17.1	-49	-16.9
<b>20-30</b>	673	11.2	294.3	11.5	437	668	10.5	341.1	10.2	510	-4	-0.7	46.8	15.9	73	16.7
<b>30-40</b>	842	14.0	367.3	14.3	436	843	13.3	513.0	15.3	609	1	0.1	145.7	39.7	173	39.5
<b>40-50</b>	562	9.4	249.6	9.7	444	564	8.9	314.2	9.4	557	2	0.4	64.6	25.9	113	25.4
<b>50-75</b>	1,430	23.9	620.4	24.2	434	1,452	22.9	759.4	22.7	523	22	1.6	139.1	22.4	89	20.5
<b>75-100</b>	1,025	17.1	434.5	16.9	424	1,061	16.7	536.3	16.0	505	36	3.5	101.8	23.4	82	19.2
<b>100-200</b>	1,115	18.6	472.2	18.4	424	1,312	20.7	697.2	20.8	532	197	17.7	225.0	47.7	108	25.5
<b>200-500</b>	160	2.7	67.8	2.6	424	250	3.9	133.2	4.0	532	90	56.6	65.4	96.4	108	25.5
<b>500-1,000</b>	23	0.4	10.7	0.4	465	25	0.4	13.3	0.4	535	2	7.7	2.6	23.9	70	15.1
<b>More than 1,000</b>	8	0.1	4.9	0.2	595	9	0.1	6.2	0.2	713	0	5.6	1.3	26.6	119	19.9
<b>All</b>	5,995	100.0	2,567.4	100.0	428	6,341	100.0	3,351.8	100.0	529	346	5.8	784.4	30.6	100	23.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0305-2).

(1) Calendar year. EGTRRA makes the following changes to the CDCTC: increase the maximum credit rate from 30 to 35 percent; increase allowable expenses from \$2,400 to \$3,000 for one eligible individual and to \$6,000 from \$4,800 for two or more eligible individuals; increase the start of the phasedown of the credit rate from \$10,000 to \$15,000 of AGI.

(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.