

**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Summary Table**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units with Tax Increase or Cut <sup>3</sup>				Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut		With Tax Increase					Change (% Points)	Under the Proposal
	Pct of Tax Units	Avg Tax Cut	Pct of Tax Units	Avg Tax Increase					
<b>Less than 10</b>	1.1	-1,591	0.0	0	0.3	3.3	-17	-0.3	4.0
<b>10-20</b>	3.2	-1,363	0.0	0	0.3	16.0	-43	-0.3	2.2
<b>20-30</b>	5.6	-1,123	0.0	0	0.3	19.5	-63	-0.3	4.6
<b>30-40</b>	6.1	-1,082	0.0	0	0.2	16.7	-66	-0.2	7.4
<b>40-50</b>	5.3	-948	0.0	0	0.1	10.6	-50	-0.1	10.2
<b>50-75</b>	5.6	-749	0.0	0	0.1	16.8	-42	-0.1	13.6
<b>75-100</b>	5.6	-513	0.0	0	0.0	7.1	-29	0.0	15.6
<b>100-200</b>	4.3	-393	0.0	0	0.0	7.7	-17	0.0	18.2
<b>200-500</b>	3.2	-400	0.0	0	0.0	1.6	-13	0.0	22.5
<b>500-1,000</b>	2.2	-393	0.0	0	0.0	0.1	-9	0.0	28.1
<b>More than 1,000</b>	1.5	-424	0.0	0	0.0	0.1	-7	0.0	34.6
<b>All</b>	4.5	-845	0.0	0	0.1	100.0	-38	-0.1	19.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

Number of AMT Taxpayers (millions). Baseline: 4.2

Proposal: 4.2

\* Less than 0.05

\*\* Insufficient data

(1) Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2014; 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 \$35,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average expanded cash income.

**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Detail Table**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	1.1	0.0	0.3	3.3	-17	-7.0	0.0	0.1	-0.3	4.0
10-20	3.2	0.0	0.3	16.0	-43	-11.6	0.0	0.3	-0.3	2.2
20-30	5.6	0.0	0.3	19.5	-63	-5.1	0.0	0.9	-0.3	4.6
30-40	6.1	0.0	0.2	16.7	-66	-2.4	0.0	1.6	-0.2	7.4
40-50	5.3	0.0	0.1	10.6	-50	-1.1	0.0	2.3	-0.1	10.2
50-75	5.6	0.0	0.1	16.8	-42	-0.5	0.0	8.2	-0.1	13.6
75-100	5.6	0.0	0.0	7.1	-29	-0.2	0.0	8.1	0.0	15.6
100-200	4.3	0.0	0.0	7.7	-17	-0.1	0.1	27.1	0.0	18.2
200-500	3.2	0.0	0.0	1.6	-13	0.0	0.0	19.3	0.0	22.5
500-1,000	2.2	0.0	0.0	0.1	-9	0.0	0.0	7.1	0.0	28.1
More than 1,000	1.5	0.0	0.0	0.1	-7	0.0	0.1	24.8	0.0	34.6
All	4.5	0.0	0.1	100.0	-38	-0.2	0.0	100.0	-0.1	19.2

**Baseline Distribution of Income and Federal Taxes**  
**by Expanded Cash Income Level, 2014 <sup>1</sup>**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	11,769	7.2	5,807	0.5	249	0.1	5,558	0.6	4.3
10-20	23,032	14.2	15,378	2.6	374	0.3	15,004	3.1	2.4
20-30	19,434	11.9	25,214	3.6	1,226	0.9	23,988	4.2	4.9
30-40	15,837	9.7	35,514	4.1	2,695	1.6	32,819	4.7	7.6
40-50	13,117	8.1	45,663	4.4	4,692	2.3	40,972	4.8	10.3
50-75	25,154	15.5	62,882	11.5	8,611	8.2	54,270	12.3	13.7
75-100	15,494	9.5	87,922	9.9	13,761	8.1	74,161	10.4	15.7
100-200	28,016	17.2	140,177	28.6	25,506	27.1	114,672	29.0	18.2
200-500	7,709	4.7	293,075	16.5	65,863	19.3	227,212	15.8	22.5
500-1,000	958	0.6	694,817	4.9	195,150	7.1	499,667	4.3	28.1
More than 1,000	567	0.4	3,327,569	13.7	1,150,363	24.7	2,177,206	11.1	34.6
All	162,816	100.0	84,346	100.0	16,201	100.0	68,144	100.0	19.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

Number of AMT Taxpayers (millions). Baseline: 4.2

Proposal: 4.2

\* Less than 0.05

(1) Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2014; 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 \$35,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

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(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average expanded cash income.

**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Detail Table - Single Tax Units**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.7	0.0	0.2	14.9	-11	-3.1	0.0	0.6	-0.2	6.0
10-20	1.0	0.0	0.1	33.0	-14	-1.8	0.0	2.2	-0.1	5.2
20-30	1.5	0.0	0.1	30.0	-18	-0.8	0.0	4.3	-0.1	8.7
30-40	1.1	0.0	0.0	11.7	-10	-0.2	0.0	5.8	0.0	11.7
40-50	0.6	0.0	0.0	3.4	-4	-0.1	0.0	7.0	0.0	14.9
50-75	0.5	0.0	0.0	5.9	-4	0.0	0.0	19.6	0.0	18.1
75-100	0.1	0.0	0.0	0.3	-1	0.0	0.0	12.9	0.0	20.5
100-200	0.3	0.0	0.0	0.8	-1	0.0	0.0	20.0	0.0	22.8
200-500	0.2	0.0	0.0	0.0	0	0.0	0.0	9.9	0.0	25.9
500-1,000	0.1	0.0	0.0	0.0	0	0.0	0.0	3.6	0.0	29.7
More than 1,000	*	0.0	0.0	0.0	0	0.0	0.0	13.8	0.0	37.5
All	0.8	0.0	0.0	100.0	-10	-0.1	0.0	100.0	0.0	18.4

**Baseline Distribution of Income and Federal Taxes**  
**by Expanded Cash Income Level, 2014 <sup>1</sup>**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	9,686	13.0	5,766	1.7	359	0.6	5,407	1.9	6.2
10-20	17,162	23.0	15,277	7.9	800	2.3	14,476	9.2	5.2
20-30	11,979	16.1	25,039	9.1	2,196	4.3	22,843	10.1	8.8
30-40	8,521	11.4	35,457	9.1	4,154	5.8	31,302	9.9	11.7
40-50	6,308	8.5	45,452	8.7	6,786	7.0	38,666	9.0	14.9
50-75	10,553	14.2	62,714	20.0	11,362	19.6	51,351	20.1	18.1
75-100	4,406	5.9	87,050	11.6	17,836	12.9	69,213	11.3	20.5
100-200	4,042	5.4	132,475	16.2	30,195	20.0	102,280	15.3	22.8
200-500	806	1.1	289,319	7.0	74,881	9.9	214,437	6.4	25.9
500-1,000	110	0.2	680,408	2.3	202,286	3.6	478,121	1.9	29.7
More than 1,000	66	0.1	3,394,336	6.8	1,272,225	13.8	2,122,110	5.2	37.5
All	74,506	100.0	44,480	100.0	8,200	100.0	36,281	100.0	18.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

\* Less than 0.05

(1) Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2014; 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 \$35,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

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(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average expanded cash income.

**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.2	0.0	0.0	0.1	-2	-1.2	0.0	0.0	0.0	2.5
10-20	1.4	0.0	0.0	1.1	-7	52.8	0.0	0.0	0.0	-0.1
20-30	1.7	0.0	0.1	4.6	-18	-4.3	0.0	0.1	-0.1	1.6
30-40	3.8	0.0	0.1	8.0	-29	-2.7	0.0	0.2	-0.1	2.9
40-50	2.6	0.0	0.1	6.2	-20	-0.9	0.0	0.5	0.0	5.1
50-75	4.5	0.0	0.0	17.3	-22	-0.4	0.0	3.0	0.0	9.4
75-100	6.4	0.0	0.0	18.7	-26	-0.2	0.0	5.5	0.0	13.1
100-200	4.9	0.0	0.0	34.3	-18	-0.1	0.0	29.6	0.0	17.2
200-500	3.6	0.0	0.0	8.0	-14	0.0	0.0	23.4	0.0	22.0
500-1,000	2.4	0.0	0.0	0.6	-9	0.0	0.0	8.6	0.0	27.8
More than 1,000	1.7	0.0	0.0	0.3	-7	0.0	0.0	28.9	0.0	34.2
All	4.3	0.0	0.0	100.0	-19	-0.1	0.0	100.0	0.0	20.5

**Baseline Distribution of Income and Federal Taxes**  
**by Expanded Cash Income Level, 2014 <sup>1</sup>**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	892	1.5	5,236	0.1	131	0.0	5,105	0.1	2.5
10-20	1,900	3.1	15,954	0.3	-13	0.0	15,967	0.4	-0.1
20-30	3,062	5.0	25,503	0.9	419	0.1	25,085	1.1	1.6
30-40	3,236	5.3	35,690	1.3	1,067	0.2	34,623	1.6	3.0
40-50	3,656	5.9	45,971	1.9	2,370	0.5	43,601	2.2	5.2
50-75	9,343	15.2	63,398	6.6	5,960	3.0	57,439	7.5	9.4
75-100	8,685	14.1	88,682	8.6	11,610	5.5	77,071	9.4	13.1
100-200	22,243	36.1	142,336	35.2	24,545	29.6	117,791	36.6	17.2
200-500	6,671	10.8	293,603	21.8	64,474	23.4	229,129	21.4	22.0
500-1,000	820	1.3	696,702	6.4	193,973	8.6	502,729	5.8	27.8
More than 1,000	477	0.8	3,264,316	17.3	1,115,595	28.9	2,148,721	14.3	34.2
All	61,618	100.0	145,998	100.0	29,895	100.0	116,102	100.0	20.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

\* Less than 0.05

(1) Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2014; 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 \$35,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

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(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average expanded cash income.

**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	5.4	0.0	1.2	2.2	-89	12.8	-0.1	-0.7	-1.3	-11.8
10-20	14.0	0.0	1.2	17.2	-197	13.7	-0.8	-5.3	-1.3	-10.5
20-30	20.9	0.0	0.9	21.8	-232	19.5	-1.0	-4.9	-0.9	-5.6
30-40	20.1	0.0	0.7	19.9	-232	-46.0	-0.7	0.9	-0.7	0.8
40-50	20.3	0.0	0.5	13.1	-201	-7.5	-0.3	5.9	-0.4	5.4
50-75	20.3	0.0	0.3	18.5	-175	-2.4	0.4	28.3	-0.3	11.7
75-100	15.6	0.0	0.2	5.1	-110	-0.8	0.6	22.4	-0.1	15.4
100-200	8.3	0.0	0.0	1.5	-46	-0.2	1.0	29.9	0.0	19.3
200-500	6.3	0.0	0.0	0.1	-28	0.0	0.3	9.7	0.0	24.0
500-1,000	9.2	0.0	0.0	0.0	-50	0.0	0.1	2.8	0.0	28.2
More than 1,000	5.0	0.0	0.0	0.0	-28	0.0	0.4	10.8	0.0	34.0
All	17.4	0.0	0.4	100.0	-182	-3.5	0.0	100.0	-0.4	10.1

**Baseline Distribution of Income and Federal Taxes**  
**by Expanded Cash Income Level, 2014 <sup>1</sup>**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,068	4.5	6,633	0.6	-692	-0.6	7,325	0.8	-10.4
10-20	3,772	15.9	15,542	5.0	-1,438	-4.5	16,979	6.1	-9.3
20-30	4,053	17.1	25,499	8.9	-1,188	-4.0	26,687	10.4	-4.7
30-40	3,700	15.6	35,466	11.3	505	1.5	34,961	12.4	1.4
40-50	2,801	11.8	45,732	11.0	2,673	6.2	43,059	11.6	5.9
50-75	4,578	19.3	62,261	24.5	7,427	27.9	54,834	24.1	11.9
75-100	1,974	8.3	86,680	14.7	13,455	21.8	73,225	13.9	15.5
100-200	1,400	5.9	130,088	15.7	25,137	28.9	104,952	14.1	19.3
200-500	167	0.7	285,551	4.1	68,525	9.4	217,027	3.5	24.0
500-1,000	17	0.1	691,919	1.0	194,867	2.7	497,052	0.8	28.2
More than 1,000	12	0.1	3,192,580	3.2	1,084,812	10.5	2,107,768	2.4	34.0
All	23,699	100.0	49,136	100.0	5,139	100.0	43,997	100.0	10.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

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**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Detail Table - Tax Units with Children**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	7.3	0.0	1.7	3.0	-119	13.3	0.0	-0.1	-1.9	-16.0
10-20	14.0	0.0	1.1	14.6	-190	9.5	-0.1	-1.0	-1.2	-13.9
20-30	19.8	0.0	0.8	19.4	-223	12.5	-0.1	-1.0	-0.9	-7.9
30-40	19.2	0.0	0.6	16.8	-208	71.2	-0.1	-0.2	-0.6	-1.4
40-50	17.2	0.0	0.4	10.8	-162	-8.9	-0.1	0.6	-0.4	3.6
50-75	17.0	0.0	0.2	17.1	-126	-2.0	-0.1	4.7	-0.2	9.7
75-100	14.1	0.0	0.1	7.3	-71	-0.6	0.0	6.9	-0.1	13.4
100-200	9.3	0.0	0.0	8.3	-36	-0.2	0.1	30.9	0.0	16.8
200-500	6.7	0.0	0.0	1.8	-27	0.0	0.1	23.6	0.0	21.7
500-1,000	4.6	0.0	0.0	0.1	-18	0.0	0.1	8.6	0.0	27.7
More than 1,000	3.4	0.0	0.0	0.1	-14	0.0	0.2	26.9	0.0	34.2
All	13.6	0.0	0.1	100.0	-112	-0.6	0.0	100.0	-0.1	18.0

**Baseline Distribution of Income and Federal Taxes**  
**by Expanded Cash Income Level, 2014 <sup>1</sup>**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,429	2.8	6,317	0.2	-894	-0.1	7,211	0.2	-14.2
10-20	4,385	8.7	15,654	1.2	-1,988	-0.9	17,641	1.7	-12.7
20-30	4,938	9.8	25,465	2.3	-1,782	-0.9	27,247	2.9	-7.0
30-40	4,597	9.1	35,577	2.9	-292	-0.1	35,869	3.6	-0.8
40-50	3,801	7.5	45,785	3.1	1,825	0.7	43,960	3.7	4.0
50-75	7,756	15.3	63,033	8.7	6,231	4.8	56,803	9.6	9.9
75-100	5,889	11.6	88,275	9.3	11,853	6.9	76,421	9.8	13.4
100-200	13,030	25.7	142,443	33.2	23,957	30.8	118,486	33.7	16.8
200-500	3,708	7.3	294,997	19.5	64,114	23.4	230,883	18.7	21.7
500-1,000	450	0.9	697,600	5.6	193,001	8.6	504,600	5.0	27.7
More than 1,000	252	0.5	3,146,198	14.2	1,075,153	26.7	2,071,045	11.4	34.2
All	50,634	100.0	110,540	100.0	20,036	100.0	90,504	100.0	18.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

\* Less than 0.05

Note: Tax units with children are those claiming an exemption for children at home or away from home.

(1) Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2014; 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 \$35,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average expanded cash income.

**Table T13-0191**  
**Expand the Child and Dependent Care Tax Credit (CDCTC)**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2014 <sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	0.9
10-20	*	0.0	0.0	7.7	0	-0.2	0.0	0.1	0.0	0.6
20-30	0.0	0.0	0.0	0.3	0	0.0	0.0	0.6	0.0	2.1
30-40	0.2	0.0	0.0	18.0	-1	-0.1	0.0	1.2	0.0	3.8
40-50	*	0.0	0.0	1.0	0	0.0	0.0	1.8	0.0	5.6
50-75	0.3	0.0	0.0	44.6	-1	0.0	0.0	6.5	0.0	8.6
75-100	0.2	0.0	0.0	19.8	-1	0.0	0.0	8.0	0.0	12.0
100-200	0.1	0.0	0.0	6.4	0	0.0	0.0	23.2	0.0	15.9
200-500	0.1	0.0	0.0	1.7	0	0.0	0.0	19.4	0.0	22.4
500-1,000	0.2	0.0	0.0	0.4	0	0.0	0.0	8.0	0.0	28.6
More than 1,000	*	0.0	0.0	0.1	0	0.0	0.0	31.0	0.0	35.2
All	0.1	0.0	0.0	100.0	0	0.0	0.0	100.0	0.0	16.3

**Baseline Distribution of Income and Federal Taxes**  
**by Expanded Cash Income Level, 2014 <sup>1</sup>**

Expanded Cash Income Level (thousands of 2013 dollars) <sup>2</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,730	4.7	6,335	0.4	58	0.0	6,277	0.5	0.9
10-20	7,278	19.8	15,625	4.2	86	0.1	15,539	5.0	0.6
20-30	5,131	14.0	24,927	4.7	511	0.6	24,416	5.5	2.1
30-40	3,925	10.7	35,516	5.1	1,349	1.2	34,167	5.9	3.8
40-50	3,190	8.7	45,674	5.3	2,538	1.8	43,136	6.0	5.6
50-75	5,459	14.9	62,321	12.5	5,340	6.5	56,981	13.6	8.6
75-100	3,375	9.2	88,163	10.9	10,549	8.0	77,614	11.5	12.0
100-200	4,800	13.1	135,799	23.9	21,547	23.2	114,252	24.0	15.9
200-500	1,316	3.6	293,127	14.1	65,763	19.4	227,363	13.1	22.4
500-1,000	180	0.5	692,060	4.6	198,132	8.0	493,927	3.9	28.6
More than 1,000	117	0.3	3,362,463	14.4	1,183,424	31.0	2,179,040	11.2	35.2
All	36,679	100.0	74,458	100.0	12,170	100.0	62,288	100.0	16.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1b).

\* Less than 0.05

Note: Elderly tax units are those with either head or spouse (if filing jointly) age 65 or older.

(1) Proposal makes CDCTC fully refundable; indexes the phasedown threshold and maximum expense limits for inflation after 2014; 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 \$35,000. The minimum credit rate would be 20 percent. Estimates assume a 90 percent participation rate for newly eligible tax units.

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average expanded cash income.