

**Table T05-0223. Option 6: Make CDCTC Fully Refundable; Raise Top Credit Rate to 50 Percent, Phased Out Starting at \$15,000  
Number of Returns and Amount Reported Compared to Current Law, 2005 <sup>1</sup>**

Cash Income Class (thousands of 2005 dollars) <sup>2,3</sup>	Current Law					Proposal					Change Due to Proposal					
	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	#DIV/0!	544	6.9	547.3	8.1	1006	544	#DIV/0!	547.3	#DIV/0!	1,006	#DIV/0!
<b>10-20</b>	157	2.5	37.9	1.1	241	955	12.1	1,246.6	18.5	1306	797	506.5	1,208.7	3188.0	1,065	442.1
<b>20-30</b>	668	10.5	341.3	10.2	511	809	10.3	922.6	13.7	1141	140	21.0	581.4	170.4	630	123.4
<b>30-40</b>	843	13.3	513.3	15.3	609	861	10.9	894.6	13.3	1039	19	2.2	381.3	74.3	429	70.5
<b>40-50</b>	564	8.9	314.5	9.4	558	578	7.3	546.8	8.1	947	14	2.5	232.2	73.8	389	69.6
<b>50-75</b>	1,452	22.9	760.7	22.7	524	1,472	18.7	1,149.0	17.0	781	20	1.4	388.3	51.0	257	49.0
<b>75-100</b>	1,061	16.7	536.7	16.0	506	1,066	13.5	566.8	8.4	532	5	0.5	30.1	5.6	26	5.1
<b>100-200</b>	1,312	20.7	698.1	20.8	532	1,314	16.7	705.6	10.5	537	2	0.2	7.5	1.1	5	0.9
<b>200-500</b>	250	3.9	133.4	4.0	533	251	3.2	133.9	2.0	534	0	0.2	0.5	0.4	1	0.2
<b>500-1,000</b>	25	0.4	13.3	0.4	536	25	0.3	13.4	0.2	538	0	0.4	0.1	0.6	1	0.3
<b>More than 1,000</b>	9	0.1	6.2	0.2	714	9	0.1	6.3	0.1	720	0	0.8	0.1	1.7	7	0.9
<b>All</b>	6,341	100.0	3,355.3	100.0	529	7,889	100.0	6,739.7	100.0	854	1,548	24.4	3,384.4	100.9	325	61.4

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

(1) Calendar year. The maximum credit rate would be increased from 35 percent to 50 percent. The credit rate would be reduced by one percentage point for each \$2,000 (or fraction thereof) by which AGI exceeds \$15,000. The credit would be available regardless of tax liability.

(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.