

**Table T05-0205. Option 3: Index CDCTC For Inflation
Number of Returns and Amount Reported Compared to Current Law, 2015 ¹**

Cash Income Class (thousands of 2005 dollars) ^{2,3}	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
Less than 10	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
10-20	144	3.7	41.2	2.5	285	145	2.0	48.9	1.0	339	0	0.0	7.7	18.8	53	18.7
20-30	645	16.3	294.3	18.0	456	648	9.0	499.1	10.4	771	3	0.4	204.8	69.6	314	68.9
30-40	835	21.1	373.7	22.8	448	851	11.9	615.9	12.9	723	17	2.0	242.2	64.8	276	61.6
40-50	701	17.7	289.6	17.7	413	799	11.1	515.6	10.8	645	98	14.0	226.0	78.1	232	56.2
50-75	689	17.4	281.7	17.2	409	1,367	19.0	885.2	18.5	648	678	98.3	603.5	214.3	239	58.5
75-100	381	9.6	143.0	8.7	376	1,089	15.2	713.3	14.9	655	709	186.3	570.3	399.0	279	74.3
100-200	439	11.1	152.6	9.3	347	1,837	25.6	1,201.0	25.1	654	1,398	318.2	1,048.4	687.1	306	88.2
200-500	76	1.9	38.3	2.3	504	391	5.4	272.2	5.7	696	315	414.0	233.9	610.8	193	38.3
500-1,000	29	0.7	16.7	1.0	569	36	0.5	24.7	0.5	681	7	24.0	8.0	48.2	111	19.6
More than 1,000	12	0.3	7.6	0.5	620	13	0.2	11.2	0.2	879	1	4.6	3.6	48.2	259	41.7
All	3,952	100.0	1,638.5	100.0	415	7,177	100.0	4,787.3	100.0	667	3,224	81.6	3,148.7	192.2	252	60.9

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

(1) Calendar year. Proposal includes the effects of allowing the CDCTC regardless of tentative AMT and making the EGTRRA changes permanent. Proposal indexes the maximum eligible expenses and the AGI level at which the credit rate begins to phase down, effective 01/01/06.

(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.