

Under Age 17 Child Tax Cr is Linked to Dep Exemp & is Partially Refundable

VALUE OF UNDER AGE 17 CHILD TAX CREDIT

Last Name: Doe	2011	
	<u>John</u>	<u>Mary</u>
Number of Children Under Age 17	0	2
Actual Under Age 17 Child Tax Credit Allowed	\$0	\$2,000
Federal + State Tax Savings from all Child Dependency Exemptions	\$0	\$1,522
Total Tax Savings from Both	\$0	\$3,522
CALCULATION OF ALLOWED CHILD TAX CREDIT		
1 Credit for Each Child	\$1,000	\$1,000
2 Maximum Potential Credit	0	2,000
3 Filing Status	Single	Hd Hsld
4 Threshold Amount for Phaseout	75,000	75,000
5 Federal Adjusted Gross Income	78,894	36,485
6 Excess Over Threshold	3,894	0
7 Reduction in Maximum Potential Credit (Maximum Credit-line 2-is reduced by \$50 for each \$1,000 of line 6)	0	0
8 Maximum Allowed Credit After Phaseout (line 2 less Line 7)	\$0	\$2,000
9 Credit Allowed Regular Tax Formula	\$0	\$854
10 Refundable Child Tax Credit	0	1,146
11 Actual Child Tax Credit Allowed Including Refundable Portion	\$0	\$2,000

VALUE OF UNDER AGE 17 CHILD TAX CREDIT

CALCULATION OF REFUNDABLE UNDER AGE 17 CHILD TAX CREDIT

Last Name: Doe	2011	
	<u>John</u>	<u>Mary</u>
1 Max Possible Child Credit (After Phaseout)	\$0	\$2,000
2 Actual Child Tax Credit Finally Allowed Including Refundable Portion	0	2,000
CHILD TAX CREDIT ALLOWED		
3 Tax Before Child Credit & Earned Inc Credit (EIC)	\$13,374	\$854
4 Child Credit Allowed - Regular Tax Formula	0	854
5 Child Credit Disallowed - Regular Tax Formula	0	1,146
Refundable Child Tax Credit-% Over \$3,000 Method		
6 Earned Income	\$81,379	\$30,000
7 Income over \$3,000	78,379	27,000
8 Allowable % of 15% of this income which is maximum refundable child credit	11,757	4,050
9 Maximum Possible Child Credit (After Phaseout)	0	2,000
10 Child Credit Allowed - Regular Tax Formula	0	854
11 Refundable Child Tax Credit	0	1,146
12 Child Tax Credit Allowed	\$0	\$2,000
REFUNDABLE CREDIT FOR FAMILIES WITH 3 OR MORE CHILDREN UNDER AGE 17		
13 Number of Children Under Age 17	0	2
ADDITIONAL CREDIT IF 3 OR MORE CHILDREN		
14 Social Security Tax + 1/2 Self-Employment Tax	\$4,689	\$1,695
15 Earned Income Credit (EIC)	0	0
16 Max Increase in Child Tax Credit is excess of Social Security Taxes over EIC	4,689	1,695
17 Maximum Possible Child Credit (After Phaseout)	0	2,000
18 Child Credit Allowed - Regular Tax Formula	0	854
19 Refundable Child Tax Credit	0	1,146
20 Total Credit for Families with 3 or More Children Which is Allowed	\$0	\$0
21 Final Child Tax Credit is Greater of Line 12 or Line 20	\$0	\$2,000
PORTION OF ALLOWED CHILD CREDIT TO BE REFUNDABLE		
22 Amount Included in Line 2 at Top of Page Which is Refundable (excess of allowed child credit over regular tax liability)	\$0	\$1,146

March 30, 2011 11:26 AM

© 2011 Thomson Reuters. All rights reserved.