

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

VALUE OF UNDER AGE 17 CHILD TAX CREDIT

Last Name: Jones	2012	
	<u>James</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	\$1,231
Total Tax Savings from Both	\$0	\$3,231
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 Hsd
4 Threshold Amount for Phaseout	75,000	75,000
5 Federal Adjusted Gross Income	91,028	41,351
6 Excess Over Threshold	16,028	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	\$1,119
10 Refundable Child Tax Credit	0	881
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: Jones

2012

	<u>James</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)	\$16,250	\$1,119
4 Child Credit Allowed - Regular Tax Formula	0	1,119
5 Child Credit Disallowed - Regular Tax Formula	0	881
Refundable Child Tax Credit-% Over \$3,000 Method		
6 Earned Income	\$99,379	\$30,000
7 Income over \$3,000	96,379	27,000
8 Allowable % of 15% of this income which is maximum refundable child credit	14,457	4,050
9 Maximum Possible Child Credit (After Phaseout)	0	2,000
10 Child Credit Allowed - Regular Tax Formula	0	1,119
11 Refundable Child Tax Credit	0	881
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
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ADDITIONAL CREDIT IF 3 OR MORE CHILDREN

14 Social Security Tax + 1/2 Self-Employment Tax	\$5,706	\$1,695
15 Earned Income Credit (EIC)	0	0
16 Max Increase in Child Tax Credit is excess of Social Security Taxes over EIC	5,706	1,695
17 Maximum Possible Child Credit (After Phaseout)	0	2,000
18 Child Credit Allowed - Regular Tax Formula	0	1,119
19 Refundable Child Tax Credit	0	881
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	\$881
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