

**Table T18-0011**  
**Options to Expand the Earned Income Tax Credit (EITC)**  
**Impact on Tax Revenue (\$ billions), 2018-27 <sup>1</sup>**  
**Baseline: Current Law**

Proposal	Fiscal Years										
	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2018-27
<b>Option 1. Expand EITC for childless workers: increase phase-in rate to 30 percent and phase-out rate to 17 percent; increase start of phase-out to same value as for those with children; lower minimum eligible age from 25 to 21 <sup>2</sup></b>	-2.6	-25.8	-26.4	-26.8	-27.1	-27.6	-28.0	-28.2	-28.5	-28.7	-249.6
<b>Option 2. Expand EITC for childless workers: increase phase-in rate to 30 percent and phase-out rate to 15.98 percent; increase end of phase-in to same value as for those with one child; increase start of phase-out to same value as for those with children; lower minimum eligible age from 25 to 21 <sup>2</sup></b>	-4.5	-44.6	-45.7	-46.1	-46.8	-47.5	-48.0	-48.6	-48.9	-49.1	-429.8
<b>Option 3. Expand EITC for all workers: Option 2 plus increase phase-in rate to 65.28 percent for those with one child, 76.8 percent for those with two children, and 86.4 percent for those with three or more children <sup>3</sup></b>	-14.3	-143.2	-146.2	-148.3	-151.0	-153.6	-156.5	-159.0	-161.1	-163.1	-1,396.4
<b>Option 4. Expand EITC for all workers: increase phase-in rate to 14.69 percent for childless workers; 65.28 percent for those with one child; 76.8 percent for those with two children; and 86.4 percent for those with three or more children <sup>3</sup></b>	-10.2	-101.9	-104.0	-105.7	-107.8	-109.9	-112.3	-114.4	-116.2	-118.0	-1,000.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1)

(1) Fiscal years. Baseline is current law, including the impact of the Tax Cuts and Jobs Act. Proposals are assumed effective 01/01/18. Revenue estimates include the effects of microdynamic responses. Estimates assume a 10-90 fiscal split (fiscal year revenue is estimated to be 90 percent of revenue from the previous calendar year and 10 percent of revenue from the current calendar year).

(2) Under current law, the phase-in and phase-out rates for childless workers are 7.65 percent.

(3) Under current law, the phase-in rates are: 7.65 percent for childless workers; 34 percent for those with one child; 40 percent for those with two children; and 45 percent for those with three or more children.