

Table T20-0133
Alternative Definitions of an Eligible Dependent for Senate Recovery Rebate in CARES Act
Baseline: Current Law
Dependents in Tax Unit Eligible by Expanded Cash Income Percentile, 2019 ¹

Expanded Cash Income Percentile (thousands of 2019 dollars) ²	Number of dependents who could be claimed for \$500 supplement to recovery rebate under different age criteria											
	Must be child under 17 (current law)				Must be child under 19, or full-time student under 24				All dependents			
	Dependents eligible		Dependents not eligible		Dependents eligible		Dependents not eligible		Dependents eligible		Dependents not eligible	
	Number (thousands)	Percent Within Class	Number (thousands)	Percent Within Class	Number (thousands)	Percent Within Class	Number (thousands)	Percent Within Class	Number (thousands)	Percent Within Class	Number (thousands)	Percent Within Class
Lowest Quintile	11,372	76.3	3,540	23.7	14,004	93.9	908	6.1	14,912	100.0	0	0.0
Second Quintile	15,819	78.8	4,266	21.2	18,594	92.6	1,491	7.4	20,085	100.0	0	0.0
Middle Quintile	15,608	77.7	4,475	22.3	18,545	92.3	1,538	7.7	20,082	100.0	0	0.0
Fourth Quintile	15,592	77.0	4,645	23.0	19,145	94.6	1,092	5.4	20,142	99.5	95	0.5
Top Quintile	11,020	49.0	11,492	51.0	14,161	62.9	8,352	37.1	14,558	64.7	7,955	35.3
All	69,513	70.9	28,462	29.1	84,586	86.3	13,389	13.7	89,923	91.8	8,053	8.2
Addendum												
80-90	8,096	74.3	2,806	25.7	10,252	94.0	650	6.0	10,560	96.9	342	3.1
90-95	2,739	47.2	3,058	52.8	3,595	62.0	2,203	38.0	3,673	63.3	2,125	36.7
95-99	184	4.0	4,408	96.0	312	6.8	4,281	93.2	322	7.0	4,270	93.0
Top 1 Percent	2	0.1	1,219	99.8	2	0.2	1,218	99.8	2	0.2	1,218	99.8
Top 0.1 Percent	*	0.2	123	99.8	*	0.2	123	99.8	*	0.2	123	99.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. We use the version of the Recovery Rebate that was signed into law as part of the CARES Act on March 27, 2020. The Recovery Rebate provides a refundable tax credit of up to \$2,400 for married couples (\$1,200 for others) plus an additional \$500 per eligible child under age 17. The credit would phase out at a rate of 5 percent on AGI greater than \$150,000 for married couples, \$112,500 for heads of household, and \$75,000 for others. We model the credit on the 2019 population at 2019 income levels. These are estimates of eligibility, based on age of dependent, not estimates of how many people will actually receive the payment. The estimates do not account for other factors affecting eligibility including having a Social Security number eligible for work.

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>