

Table T08-0027
Tax Rebate of \$800 (\$1,600 For Couples and \$1,200 For Heads of Household)
Static Revenue Impact and Beneficiaries (thousands) by Individual Characteristics, 2008 ¹

Option	Revenue Cost (\$ billions), 2008 ²	Beneficiaries (thousands)	Tax Filers With Zero Benefit (thousands)	Earners With Zero Benefit (thousands) ³
Fully Refundable to all Filers ⁴	-160.7	126,723	0	1,758
Limited by Income Tax Plus 15 Percent of Earnings ⁵	-146.7	121,819	4,904	1,758
Limited by 15 Percent of Earnings ⁶	-136.9	113,457	13,266	1,758
Limited by Income Tax ⁷	-99.2	88,433	38,290	35,143
Phased Out for AGI Greater than \$75,000/\$110,000 ⁸	-141.7	116,009	10,714	11,622
Phased Out for AGI Greater than \$100,000/\$200,000 ⁹	-153.9	122,229	4,494	5,772

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-2).

(1) Calendar year. Baseline is 2008 current law assuming extension and indexation for inflation of the 2007 AMT patch. Tax units that are dependents of other tax units are excluded from the analysis.

(2) Proposals are effective for the 2008 calendar year only; estimates assume entire revenue effect would be in fiscal year 2008. Baseline is current law assuming extension and indexation for inflation of the 2007 AMT patch in 2008. Estimates are static and do not account for any potential microeconomic behavioral response. Official estimates from the Joint Committee on Taxation would likely show a somewhat different effect on revenue.

(3) Earners include those with positive amounts of wages and salaries or self-employment income.

(4) Proposal provides a fully refundable tax rebate available to all individual income tax filers of \$800 (\$1,600 for married couples filing a joint return and \$1,200 for head of household returns).

(5) The rebate would be limited by the sum of individual income tax liability (if positive) and 15 percent of earnings (defined as wages plus self-employment income, if positive).

(6) The rebate would be limited by 15 percent of earnings (defined as wages plus self-employment income, if positive).

(7) The rebate would be limited by the amount of individual income tax liability.

(8) The rebate would be phased out at a rate of 5 percent of AGI in excess of the thresholds for the child tax credit phaseout (\$75,000 for singles, \$110,000 for couples).

(9) The rebate would be phased out at a rate of 5 percent of AGI in excess of \$100,000 for singles, \$200,000 for couples.