

Click on PDF or Excel link above for additional tables containing more detail and breakdowns by filing status and demographic groups.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Summary Table**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase				Change (%) Points)	Under the Proposal
<b>Less than 10</b>	12.3	0.0	1.7	28.3	-91	-1.6	3.7
<b>10-20</b>	14.0	0.0	0.8	48.6	-111	-0.7	3.5
<b>20-30</b>	7.3	0.0	0.2	17.5	-50	-0.2	8.9
<b>30-40</b>	2.0	0.0	0.0	3.1	-12	0.0	13.2
<b>40-50</b>	0.7	0.0	0.0	1.1	-5	0.0	15.9
<b>50-75</b>	0.3	0.0	0.0	0.7	-2	0.0	17.9
<b>75-100</b>	0.1	0.0	0.0	0.2	-1	0.0	19.7
<b>100-200</b>	0.0	0.0	0.0	0.1	0	0.0	22.8
<b>200-500</b>	0.0	0.0	0.0	0.0	0	0.0	26.0
<b>500-1,000</b>	0.0	0.0	0.0	0.0	0	0.0	26.8
<b>More than 1,000</b>	0.0	0.0	0.0	0.0	0	0.0	30.3
<b>All</b>	4.9	0.0	0.1	100.0	-37	-0.1	21.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

Number of AMT Taxpayers (millions). Baseline: 30.339

Proposal: 30.334

(1) Calendar year. Baseline is current law with threshold reduced to \$8,100, proposal is to reduce the earnings refundability threshold for the CTC to \$0.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Detail Table**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	12.3	0.0	1.7	28.3	-91	-30.1	-0.1	0.2	-1.6	3.7
10-20	14.0	0.0	0.8	48.6	-111	-17.5	-0.1	0.5	-0.7	3.5
20-30	7.3	0.0	0.2	17.5	-50	-2.2	0.0	1.8	-0.2	8.9
30-40	2.0	0.0	0.0	3.1	-12	-0.3	0.0	2.8	0.0	13.2
40-50	0.7	0.0	0.0	1.1	-5	-0.1	0.0	3.5	0.0	15.9
50-75	0.3	0.0	0.0	0.7	-2	0.0	0.0	10.0	0.0	17.9
75-100	0.1	0.0	0.0	0.2	-1	0.0	0.0	10.1	0.0	19.7
100-200	0.0	0.0	0.0	0.1	0	0.0	0.1	25.4	0.0	22.8
200-500	0.0	0.0	0.0	0.0	0	0.0	0.0	17.5	0.0	26.0
500-1,000	0.0	0.0	0.0	0.0	0	0.0	0.0	7.5	0.0	26.8
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	0.1	20.6	0.0	30.3
All	4.9	0.0	0.1	100.0	-37	-0.2	0.0	100.0	-0.1	21.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2009 <sup>1</sup>**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	17,204	11.5	5,704	300	5,404	5.3	0.9	1.1	0.2
10-20	24,101	16.0	15,181	634	14,547	4.2	3.2	4.0	0.6
20-30	19,493	13.0	25,314	2,304	23,010	9.1	4.4	5.1	1.8
30-40	14,384	9.6	35,555	4,711	30,844	13.3	4.5	5.0	2.8
40-50	11,749	7.8	45,838	7,286	38,552	15.9	4.8	5.1	3.5
50-75	21,662	14.4	63,039	11,303	51,735	17.9	12.1	12.7	10.0
75-100	14,107	9.4	88,790	17,494	71,296	19.7	11.1	11.4	10.1
100-200	19,712	13.1	138,154	31,466	106,688	22.8	24.1	23.7	25.3
200-500	5,636	3.8	291,886	75,924	215,962	26.0	14.5	13.7	17.5
500-1,000	989	0.7	695,069	186,351	508,718	26.8	6.1	5.7	7.5
More than 1,000	519	0.4	3,199,967	970,745	2,229,222	30.3	14.7	13.1	20.6
All	150,241	100.0	75,289	16,305	58,983	21.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

Number of AMT Taxpayers (millions). Baseline: 30.339 Proposal: 30.334

(1) Calendar year. Baseline is current law with threshold reduced to \$8,100, proposal is to reduce the earnings refundability threshold for the CTC to \$0.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	3.6	0.0	0.5	44.6	-26	-5.7	-0.1	0.9	-0.5	7.5
10-20	3.1	0.0	0.2	47.1	-23	-1.9	-0.1	3.1	-0.2	8.1
20-30	0.7	0.0	0.0	6.8	-5	-0.1	0.0	6.1	0.0	14.3
30-40	0.2	0.0	0.0	1.0	-1	0.0	0.0	7.2	0.0	18.2
40-50	0.1	0.0	0.0	0.3	0	0.0	0.0	8.3	0.0	19.6
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	18.9	0.0	21.7
75-100	0.0	0.0	0.0	0.0	0	0.0	0.0	11.7	0.0	23.7
100-200	0.0	0.0	0.0	0.1	0	0.0	0.0	16.7	0.0	24.6
200-500	0.0	0.0	0.0	0.0	0	0.0	0.0	9.8	0.0	26.5
500-1,000	0.0	0.0	0.0	0.0	0	0.0	0.0	4.4	0.0	28.5
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	0.0	12.7	0.0	34.1
All	1.5	0.0	0.0	100.0	-11	-0.1	0.0	100.0	0.0	21.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2009 <sup>1</sup>**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	12,556	19.3	5,704	452	5,253	7.9	2.6	3.1	1.0
10-20	14,909	23.0	15,017	1,238	13,778	8.3	8.2	9.6	3.2
20-30	9,879	15.2	25,243	3,624	21,619	14.4	9.1	9.9	6.1
30-40	6,530	10.1	35,566	6,455	29,111	18.2	8.5	8.9	7.2
40-50	5,421	8.4	45,797	8,954	36,843	19.6	9.1	9.3	8.3
50-75	8,162	12.6	62,150	13,504	48,646	21.7	18.6	18.5	18.9
75-100	3,264	5.0	87,974	20,826	67,147	23.7	10.5	10.2	11.6
100-200	2,958	4.6	134,418	32,997	101,421	24.6	14.6	14.0	16.7
200-500	730	1.1	295,280	78,268	217,012	26.5	7.9	7.4	9.8
500-1,000	130	0.2	694,203	197,542	496,661	28.5	3.3	3.0	4.4
More than 1,000	69	0.1	3,156,727	1,074,887	2,081,839	34.1	7.9	6.7	12.7
All	64,958	100.0	42,053	8,988	33,064	21.4	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

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(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	10.5	0.0	1.7	12.9	-77	-30.1	0.0	0.0	-1.6	3.7
10-20	15.7	0.0	0.9	42.0	-134	-36.4	0.0	0.1	-0.9	1.5
20-30	10.8	0.0	0.3	29.8	-79	-6.8	0.0	0.3	-0.3	4.3
30-40	3.9	0.0	0.1	8.0	-26	-0.9	0.0	0.7	-0.1	7.9
40-50	1.2	0.0	0.0	2.3	-8	-0.2	0.0	1.1	0.0	11.2
50-75	0.5	0.0	0.0	2.3	-3	0.0	0.0	5.4	0.0	14.7
75-100	0.1	0.0	0.0	0.6	-1	0.0	0.0	8.9	0.0	18.0
100-200	0.0	0.0	0.0	0.4	0	0.0	0.0	29.2	0.0	22.4
200-500	0.0	0.0	0.0	0.0	0	0.0	0.0	21.2	0.0	26.0
500-1,000	0.1	0.0	0.0	0.0	0	0.0	0.0	9.1	0.0	26.5
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	0.0	23.9	0.0	29.8
All	2.8	0.0	0.0	100.0	-21	-0.1	0.0	100.0	0.0	22.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2009 <sup>1</sup>**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	2,093	3.5	4,904	257	4,647	5.2	0.1	0.2	0.0
10-20	3,937	6.6	15,709	369	15,340	2.4	0.8	1.1	0.1
20-30	4,757	8.0	25,357	1,168	24,189	4.6	1.6	2.0	0.3
30-40	3,946	6.6	35,641	2,830	32,811	7.9	1.9	2.3	0.7
40-50	3,659	6.2	45,966	5,166	40,800	11.2	2.3	2.6	1.1
50-75	9,688	16.3	64,204	9,419	54,785	14.7	8.4	9.2	5.4
75-100	9,341	15.7	89,292	16,089	73,202	18.0	11.2	11.9	8.9
100-200	15,817	26.6	139,272	31,134	108,138	22.4	29.6	29.7	29.2
200-500	4,725	7.9	291,151	75,559	215,592	26.0	18.5	17.7	21.2
500-1,000	827	1.4	695,396	184,513	510,883	26.5	7.7	7.3	9.1
More than 1,000	430	0.7	3,148,057	936,412	2,211,645	29.8	18.2	16.5	23.9
All	59,479	100.0	125,155	28,337	96,818	22.6	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Baseline is current law with threshold reduced to \$8,100, proposal is to reduce the earnings refundability threshold for the CTC to \$0.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	59.6	0.0	6.4	30.4	-442	94.3	-0.9	-1.7	-6.9	-14.2
10-20	46.3	0.0	2.2	51.3	-362	34.1	-1.5	-5.6	-2.4	-9.3
20-30	18.6	0.0	0.5	15.4	-120	-26.4	-0.4	1.2	-0.5	1.3
30-40	3.3	0.0	0.1	1.8	-17	-0.5	0.2	9.4	-0.1	9.5
40-50	1.2	0.0	0.0	0.7	-11	-0.2	0.3	11.7	0.0	14.1
50-75	0.4	0.0	0.0	0.2	-2	0.0	0.8	28.4	0.0	17.7
75-100	0.1	0.0	0.0	0.1	-1	0.0	0.5	18.3	0.0	21.2
100-200	0.2	0.0	0.0	0.0	-1	0.0	0.5	19.4	0.0	24.1
200-500	0.1	0.0	0.0	0.0	-1	0.0	0.2	7.8	0.0	25.0
500-1,000	0.0	0.0	0.0	0.0	0	0.0	0.1	3.0	0.0	26.7
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	0.2	8.1	0.0	30.4
All	20.3	0.0	0.4	100.0	-150	-2.7	0.0	100.0	-0.4	13.5

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2009 <sup>1</sup>**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	2,406	10.3	6,412	-469	6,881	-7.3	1.6	2.1	-0.9
10-20	4,961	21.3	15,257	-1,062	16,320	-7.0	8.1	10.0	-4.0
20-30	4,512	19.4	25,403	453	24,951	1.8	12.2	13.9	1.6
30-40	3,554	15.3	35,401	3,388	32,013	9.6	13.4	14.1	9.2
40-50	2,315	9.9	45,811	6,453	39,358	14.1	11.3	11.3	11.4
50-75	3,290	14.1	61,934	10,983	50,951	17.7	21.7	20.7	27.6
75-100	1,254	5.4	87,576	18,548	69,028	21.2	11.7	10.7	17.8
100-200	786	3.4	130,519	31,458	99,061	24.1	10.9	9.6	18.9
200-500	132	0.6	298,070	74,443	223,627	25.0	4.2	3.7	7.5
500-1,000	21	0.1	683,864	182,444	501,421	26.7	1.5	1.3	2.9
More than 1,000	11	0.1	3,070,023	932,848	2,137,175	30.4	3.6	2.9	7.9
All	23,292	100.0	40,351	5,615	34,736	13.9	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

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(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	64.2	0.0	7.1	26.0	-473	67.9	-0.1	-0.3	-7.9	-19.6
10-20	54.9	0.0	2.6	49.0	-438	25.9	-0.3	-1.2	-2.8	-13.8
20-30	24.6	0.0	0.7	19.0	-167	60.0	-0.1	-0.3	-0.7	-1.8
30-40	5.9	0.0	0.1	3.4	-35	-1.3	0.0	1.3	-0.1	7.7
40-50	2.0	0.0	0.0	1.1	-15	-0.3	0.0	2.2	0.0	12.6
50-75	0.7	0.0	0.0	0.7	-5	-0.1	0.0	7.6	0.0	16.0
75-100	0.2	0.0	0.0	0.2	-1	0.0	0.1	10.1	0.0	18.9
100-200	0.1	0.0	0.0	0.1	-1	0.0	0.2	29.6	0.0	22.9
200-500	0.0	0.0	0.0	0.0	0	0.0	0.1	21.1	0.0	26.6
500-1,000	0.1	0.0	0.0	0.0	0	0.0	0.0	8.6	0.0	27.4
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	0.1	21.1	0.0	30.5
All	13.7	0.0	0.1	100.0	-102	-0.5	0.0	100.0	-0.1	21.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2009 <sup>1</sup>**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre- Tax Income	Share of Post- Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Less than 10	2,701	5.6	5,981	-696	6,678	-11.6	0.4	0.5	-0.2
10-20	5,494	11.4	15,478	-1,693	17,171	-10.9	1.9	2.6	-1.0
20-30	5,603	11.7	25,399	-278	25,677	-1.1	3.1	4.0	-0.2
30-40	4,726	9.8	35,550	2,755	32,794	7.8	3.7	4.3	1.3
40-50	3,756	7.8	45,850	5,775	40,075	12.6	3.8	4.2	2.2
50-75	7,394	15.4	63,220	10,087	53,134	16.0	10.2	10.9	7.6
75-100	5,839	12.1	89,123	16,799	72,324	18.9	11.4	11.7	10.0
100-200	9,103	18.9	139,015	31,765	107,250	22.9	27.6	27.1	29.5
200-500	2,690	5.6	288,713	76,663	212,050	26.6	17.0	15.8	21.0
500-1,000	442	0.9	693,043	189,988	503,055	27.4	6.7	6.2	8.6
More than 1,000	212	0.4	3,179,388	969,934	2,209,454	30.5	14.7	13.0	21.0
All	48,094	100.0	95,281	20,391	74,890	21.4	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

Note: Tax units with children are those claiming an exemption for children at home or away from home.

(1) Calendar year. Baseline is current law with threshold reduced to \$8,100, proposal is to reduce the earnings refundability threshold for the CTC to \$0.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

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

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

**Table T09-0085**  
**Reduce Child Tax Credit Refundability Threshold to \$0**  
**Baseline: \$8,100 Refundability Threshold**  
**Distribution of Federal Tax Change by Cash Income Level, 2009 <sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.9	0.0	0.1	35.1	-7	-4.0	0.0	0.1	-0.1	2.6
10-20	0.5	0.0	0.0	24.9	-2	-0.5	0.0	0.7	0.0	2.6
20-30	0.5	0.0	0.0	14.5	-2	-0.2	0.0	1.3	0.0	5.1
30-40	0.5	0.0	0.0	12.5	-3	-0.2	0.0	1.1	0.0	6.0
40-50	0.3	0.0	0.0	4.9	-2	-0.1	0.0	1.5	0.0	7.7
50-75	0.2	0.0	0.0	5.1	-1	0.0	0.0	7.3	0.0	11.4
75-100	0.1	0.0	0.0	0.6	0	0.0	0.0	8.1	0.0	14.6
100-200	0.1	0.0	0.0	2.5	0	0.0	0.0	20.4	0.0	18.8
200-500	0.0	0.0	0.0	0.0	0	0.0	0.0	19.1	0.0	24.0
500-1,000	0.0	0.0	0.0	0.0	0	0.0	0.0	10.2	0.0	27.0
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	0.0	30.3	0.0	31.1
All	0.4	0.0	0.0	100.0	-2	0.0	0.0	100.0	0.0	18.7

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2009 <sup>1</sup>**

Cash Income Level (thousands of 2008 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	2,765	9.7	6,577	180	6,397	2.7	0.8	1.0	0.1
10-20	6,689	23.4	15,129	396	14,733	2.6	4.7	5.6	0.7
20-30	4,053	14.2	24,891	1,261	23,630	5.1	4.7	5.4	1.3
30-40	2,142	7.5	35,242	2,108	33,135	6.0	3.5	4.0	1.1
40-50	1,714	6.0	46,021	3,536	42,485	7.7	3.6	4.1	1.5
50-75	4,095	14.3	63,445	7,255	56,191	11.4	12.0	13.1	7.3
75-100	2,542	8.9	88,251	12,856	75,395	14.6	10.3	10.9	8.1
100-200	3,191	11.1	137,801	25,941	111,860	18.8	20.3	20.3	20.4
200-500	1,082	3.8	298,445	71,508	226,937	24.0	14.9	13.9	19.1
500-1,000	221	0.8	696,175	188,052	508,123	27.0	7.1	6.4	10.2
More than 1,000	126	0.4	3,134,426	974,445	2,159,981	31.1	18.2	15.5	30.3
All	28,639	100.0	75,721	14,177	61,544	18.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

Note: Elderly tax units are those with either head or spouse (if filing jointly) age 65 or older.

(1) Calendar year. Baseline is current law with threshold reduced to \$8,100, proposal is to reduce the earnings refundability threshold for the CTC to \$0.

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

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.