

Table T09-0088
Reduce Child Tax Credit (CTC) Refundability Threshold to \$0
Baseline: \$8,100 Refundability Threshold
Distribution of Tax Units with Benefit, 2009¹

Cash Income Level (thousands of 2008 dollars) ²	Tax Units (thousands) ³			Average Benefit (\$)	
	All	Number with Benefit	Percent with Benefit	Tax Units with Benefit	All Tax Units
Less than 10	17,204	2,111	12.3	-738	-91
10-20	24,101	3,383	14.0	-791	-111
20-30	19,493	1,431	7.3	-674	-49
30-40	14,384	288	2.0	-590	-12
40-50	11,749	77	0.7	-754	-5
50-75	21,662	56	0.3	-652	-2
75-100	14,107	13	0.1	-675	-1
100-200	19,712	9	0.0	-704	0
200-500	5,636	1	0.0	**	**
500-1,000	989	0	0.0	**	**
More than 1,000	519	0	0.0	**	**
All	150,241	7,412	4.9	-743	-37

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-6).

(1) Calendar year. Baseline is current law with the threshold reduced to \$8,100. Proposal reduced the unindexed earnings threshold for refundability to \$0. 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. Average benefits are suppressed for income classes in which fewer than 5,000 tax units have a reduction in tax liability.

(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.