

Chicago: Six EITC Options

All Chicago Residents, 2018 Incomes

	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$27,000	\$27,000 – \$46,000	\$46,000 – \$71,000	\$71,000 – \$120,000	\$120,000 – \$253,000	\$253,000 – \$594,000	\$594,000 or more
Average Income in Group	\$15,000	\$36,000	\$58,000	\$92,000	\$166,000	\$371,000	\$2,000,000

OPTION A, New York City (5% of federal)

Change in Taxes as a % of Income	-0.6%	-0.2%	-0.01%					Annual Economic Boost for Working Families	\$41,000,000
Average Tax Credit	\$89	\$63	\$8					% of Returns w/Credit (Proxy for Households)	15%
% with Credit	42%	22%	8%					% of Bottom 80% w/Credit	18%
Average Credit for those w/Credit	\$210	\$292	\$108					Number of Total Recipients	546,000
Share of Total EITC	53%	40%	6%					% of Chicago Residents Getting Credit	22%
								Number of Child Recipients	276,000
								% Chicago Children in Recipient Homes	40%

OPTION B, Double New York City (10% of federal)

Change in Taxes as a % of Income	-1.2%	-0.3%	-0.03%					Annual Economic Boost for Working Families	\$83,000,000
Average Tax Credit	\$178	\$126	\$16					% of Returns w/Credit (Proxy for Households)	15%
% with Credit	42%	22%	8%					% of Bottom 80% w/Credit	18%
Average Credit for those w/Credit	\$419	\$584	\$216					Number of Total Recipients	546,000
Share of Total EITC	53%	40%	6%					% of Chicago Residents Getting Credit	22%
								Number of Child Recipients	276,000
								% Chicago Children in Recipient Homes	40%

Note: Model results do not include impact of extending Options D-F to caregivers of dependents over the age of 69 or caregivers of dependents with disabilities of any age.



Chicago: Six EITC Options, continued

All Chicago Residents, 2018 Incomes

	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$27,000	\$27,000 – \$46,000	\$46,000 – \$71,000	\$71,000 – \$120,000	\$120,000 – \$253,000	\$253,000 – \$594,000	\$594,000 or more
Average Income in Group	\$15,000	\$36,000	\$58,000	\$92,000	\$166,000	\$371,000	\$2,000,000

OPTION C, District of Columbia (40% of federal for returns with kids; 100% for returns without kids)

Change in Taxes as a % of Income	-3.4%	-0.8%	-0.1%					Annual Economic Boost for Working Families	\$225,000,000
Average Tax Credit	\$509	\$284	\$71					% of Returns w/Credit (Proxy for Households)	21%
% with Credit	56%	23%	17%					% of Bottom 80% w/Credit	25%
Average Credit for those w/Credit	\$903	\$1,229	\$417					Number of Total Recipients	630,000
Share of Total EITC	56%	33%	10%					% of Chicago Residents Getting Credit	26%
								Number of Child Recipients	276,000
								% Chicago Children in Recipient Homes	40%

OPTION D, "Low Scenario" (25% of federal, basic credit of \$800, max income increased to \$50,000, includes caregivers)

Change in Taxes as a % of Income	-4.2%	-0.5%	-0.1%					Annual Economic Boost for Working Families	\$224,000,000
Average Tax Credit	\$637	\$180	\$53					% of Returns w/Credit (Proxy for Households)	23%
% with Credit	78%	20%	11%					% of Bottom 80% w/Credit	28%
Average Credit for those w/Credit	\$817	\$901	\$478					Number of Total Recipients	689,000
Share of Total EITC	70%	21%	7%					% of Chicago Residents Getting Credit	28%
								Number of Child Recipients	322,000
								% Chicago Children in Recipient Homes	46%

Note: Model results do not include impact of extending Options D-F to caregivers of dependents over the age of 69 or caregivers of dependents with disabilities of any age.



Chicago: Six EITC Options, continued

All Chicago Residents, 2018 Incomes

	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$27,000	\$27,000 – \$46,000	\$46,000 – \$71,000	\$71,000 – \$120,000	\$120,000 – \$253,000	\$253,000 – \$594,000	\$594,000 or more
Average Income in Group	\$15,000	\$36,000	\$58,000	\$92,000	\$166,000	\$371,000	\$2,000,000

OPTION E, "Medium Scendario" (30% of federal, basic credit of \$1,000, max income increased to \$70,000, includes caregivers)

Change in Taxes as a % of Income	-5.5%	-1.2%	-0.3%					Annual Economic Boost for Working Families	\$384,000,000
Average Tax Credit	\$836	\$434	\$192					% of Returns w/Credit (Proxy for Households)	35%
% with Credit	81%	55%	25%					% of Bottom 80% w/Credit	42%
Average Credit for those w/Credit	\$1,037	\$783	\$763					Number of Total Recipients	1,004,000
Share of Total EITC	54%	29%	15%					% of Chicago Residents Getting Credit	41%
								Number of Child Recipients	401,000
								% Chicago Children in Recipient Homes	58%

OPTION F, "High Scendario" (50% of federal, basic credit of \$1,200, max income increased to \$75,000, includes caregivers)

Change in Taxes as a % of Income	-7.6%	-2.0%	-0.5%	-0.1%				Annual Economic Boost for Working Families	\$588,000,000
Average Tax Credit	\$1,150	\$741	\$313	\$51				% of Returns w/Credit (Proxy for Households)	37%
% with Credit	81%	60%	26%	6%				% of Bottom 80% w/Credit	44%
Average Credit for those w/Credit	\$1,426	\$1,236	\$1,208	\$898				Number of Total Recipients	1,043,000
Share of Total EITC	48%	33%	16%	2%				% of Chicago Residents Getting Credit	43%
								Number of Child Recipients	411,000
								% Chicago Children in Recipient Homes	59%

Note: Model results do not include impact of extending Options D-F to caregivers of dependents over the age of 69 or caregivers of dependents with disabilities of any age.

