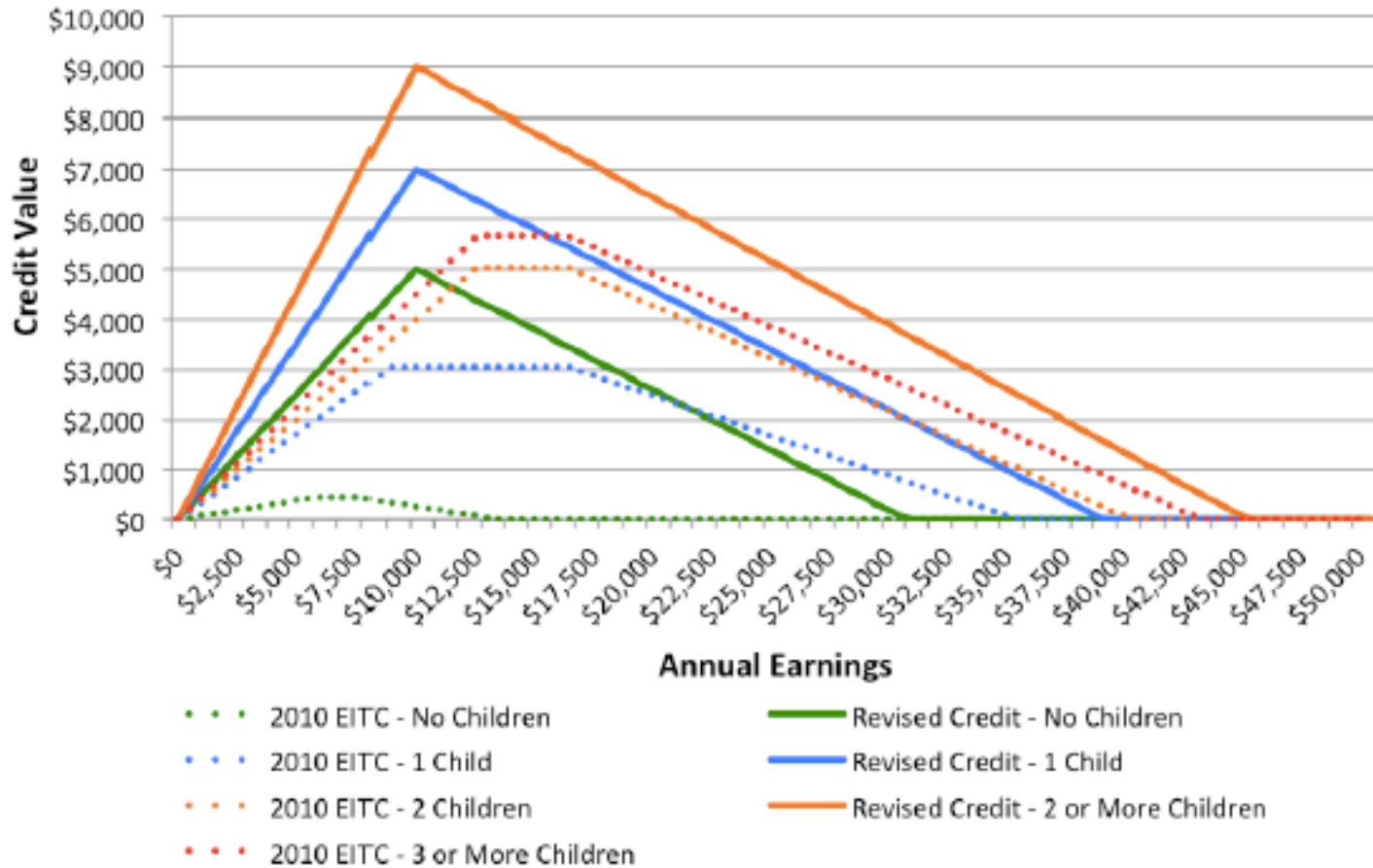


Earned Income Tax Credit Parameters for Unmarried Individuals

Group and parameter	EITC in 2010 baseline	Proposed EITC
No qualifying children		
Phase-in rate	7.65%	50%
Phase in ends	\$5,980	\$10,000
Maximum credit	\$457	\$5,000
Phase out begins	\$7,480	\$10,000
Phase-out rate	7.65%	24%
One qualifying child		
Phase-in rate	34%	70%
Phase in ends	\$8,970	\$10,000
Maximum credit	\$3,050	\$7,000
Phase out begins	\$16,450	\$10,000
Phase-out rate	15.98%	24%
Two qualifying children		
Phase-in rate	40%	90%
Phase in ends	\$12,590	\$10,000
Maximum credit	\$5,036	\$9,000
Phase out begins	\$16,450	\$10,000
Phase-out rate	21.06%	25.5%
Three or more qualifying children		
Phase-in rate	45%	90%
Phase in ends	\$12,590	\$10,000
Maximum credit	\$5,666	\$9,000
Phase out begins	\$16,450	\$10,000
Phase-out rate	21.06%	25.5%

NOTE: This comparison between the current EITC and the reform proposed by the Community Advocates Public Policy Institute uses 2010 as the baseline year for making the comparison because the Urban Institute, in analyzing the Impact of the reform, used 2010 Current Population Survey data.

Comparison of Proposed Earned Income Tax Credit Amounts to 2010 Amounts for Unmarried Individuals, by Earnings and Number of Qualifying Children



Notes: Annual earnings reflect earned income, and number of children reflects number of EITC-qualifying children.

NOTE: This comparison between the current EITC and the reform proposed by the Community Advocates Public Policy Institute uses 2010 as the baseline year for making the comparison because the Urban Institute, in analyzing the Impact of the reform, used 2010 Current Population Survey data.

Earned Income Tax Credit Parameters for Married Couples

Group and parameter	EITC in 2010 baseline	Proposed EITC
No qualifying children		
Phase-in rate	7.65%	50%
Phase in ends	\$5,980	\$10,000
Maximum credit	\$457	\$5,000
Phase out begins	\$12,490	\$10,000
Phase-out rate	7.65%	24%
One qualifying child		
Phase-in rate	34%	70%
Phase-in ends	\$8,970	\$10,000
Maximum credit	\$3,050	\$7,000
Phase out begins	\$21,460	\$10,000
Phase-out rate	15.98%	24%
Two qualifying children		
Phase-in rate	40%	90%
Phase in ends	\$12,590	\$10,000
Maximum credit	\$5,036	\$9,000
Phase out begins	\$21,460	\$10,000
Phase-out rate	21.06%	25.5%
Three qualifying children		
Phase-in rate	45%	110%
Phase in ends	\$12,590	\$10,000
Maximum credit	\$5,666	\$11,000
Phase out begins	\$21,460	\$10,000
Phase-out rate	21.06%	27%
Four or more qualifying children		
Phase-in rate	45%	130%
Phase in ends	\$12,590	\$10,000
Maximum credit	\$5,666	\$13,000
Phase out begins	\$21,460	\$10,000
Phase-out rate	21.06%	28.5%

Note: Married couples filing jointly may claim the value of two credits, computed using each spouse's individual earnings. Only one spouse may use the EITC parameters for one or more children; the other spouse's EITC is computed using the parameters for no qualifying children.