

Examples of 2001 Rebates by Different Family Types

Examples	Married, 2 kids			Single parent, 2 kids			Single parent, 1 kid		
Total income	< \$28,415	\$30,415	> \$32,415	< \$25,035	\$26,545	> \$28,050	< \$19,385	\$20,890	> \$22,395
Standard deduction	7,350	7,350	7,350	6,450	6,450	6,450	6,450	6,450	6,450
Personal exemptions	<u>11,200</u>	<u>11,200</u>	<u>11,200</u>	<u>8,400</u>	<u>8,400</u>	<u>8,400</u>	<u>5,600</u>	<u>5,600</u>	<u>5,600</u>
Taxable income	9,865	11,865	13,865	10,185	11,695	13,200	7,335	8,840	10,345
Tax before credits	1,480	1,780	2,080	1,528	1,754	1,980	1,100	1,326	1,552
\$500/kid credit	1,000	1,000	1,000	1,000	1,000	1,000	500	500	500
Child-care credit	<u>480</u>	<u>480</u>	<u>480</u>	<u>528</u>	<u>504</u>	<u>480</u>	<u>600</u>	<u>576</u>	<u>552</u>
Maximum rebate, lesser of:									
Income tax after credits	—	300	600	—	250	500	—	250	500
5% of taxable up to limit	493	593	600	500	500	500	367	442	500
Rebate	\$ —	\$ 300	\$ 600	\$ —	\$ 250	\$ 500	\$ —	\$ 250	\$ 500
Notes	none	half	full	none	half	full	none	half	full

Examples	Single, no kids			Married, no kids			Married, elderly		
Total income	< \$7,200	\$10,200	> \$13,200	< \$12,950	\$18,950	> \$24,950	< \$29,650	\$35,650	> \$41,650
Untaxed Social Security	—	—	—	—	—	—	15,000	15,000	15,000
Standard deduction	4,400	4,400	4,400	7,350	7,350	7,350	9,050	9,050	9,050
Personal exemptions	<u>2,800</u>	<u>2,800</u>	<u>2,800</u>	<u>5,600</u>	<u>5,600</u>	<u>5,600</u>	<u>5,600</u>	<u>5,600</u>	<u>5,600</u>
Taxable income	—	3,000	6,000	—	6,000	12,000	—	6,000	12,000
Maximum rebate, lesser of:									
Income tax after credits	—	450	900	—	900	1,800	—	900	1,800
5% of taxable up to limit	—	150	300	—	300	600	—	300	600
Rebate	\$ —	\$ 150	\$ 300	\$ —	\$ 300	\$ 600	\$ —	\$ 300	\$ 600
Notes	none	half	full	none	half	full	none	half	full

Note: Figures for families with children assume total child-care expenses of \$2,400.

Citizens for Tax Justice, June 6, 2001