

PENNSYLVANIA

OPTION 1: BRING EVERY QUALIFYING CHILD UP TO FULL \$2,000 CREDIT

WHO BENEFITS?

1,631,000 PENNSYLVANIA RESIDENTS

28% of Pennsylvania Children Under 17, (960,000)

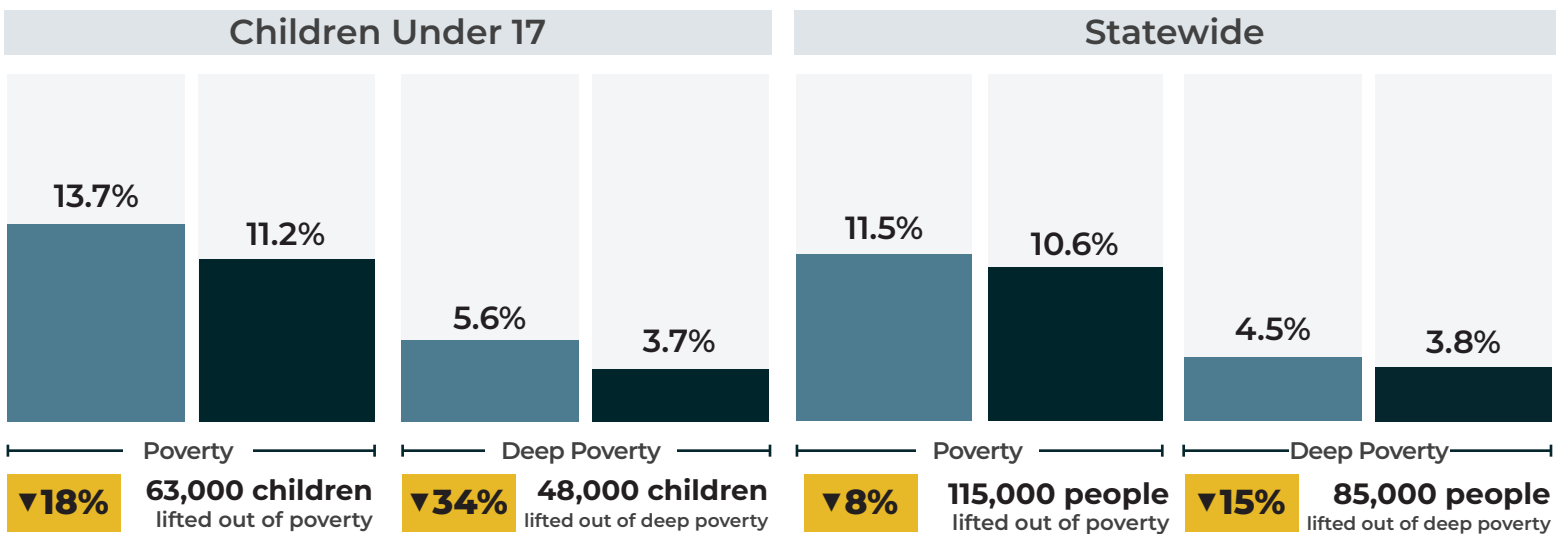
7% of Pennsylvania Adults, (671,000)

Child poverty reduced by **18%** ↓

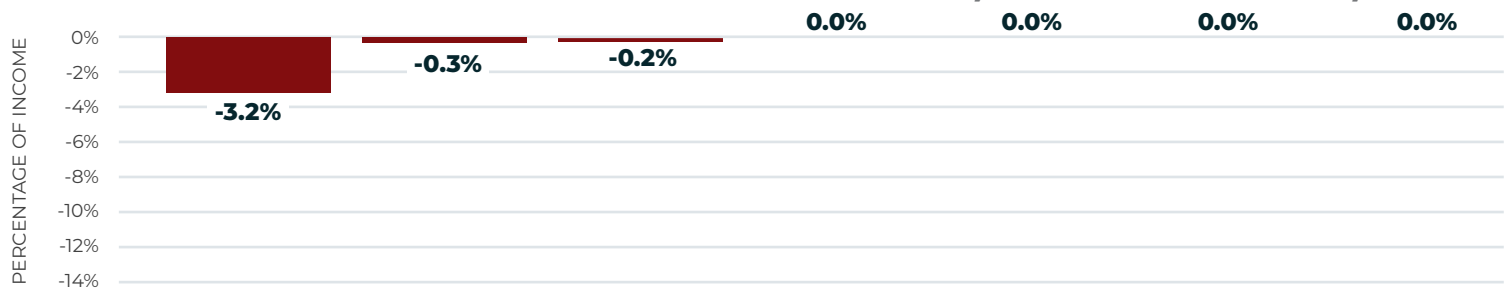
Deep child poverty reduced by **34%** ↓

Estimated Total Cost in 2019
\$877,000,000

POVERTY REDUCTION, 2019 ■ PRE-CREDIT ■ POST-CREDIT



AVERAGE TAX CHANGE AS PERCENTAGE OF INCOME, BY INCOME GROUP, 2019



INCOME GROUP

| INCOME GROUP | LOWEST 20% | SECOND 20% | MIDDLE 20% | FOURTH 20% | NEXT 15% | NEXT 4% | TOP 1% |
|--|----------------|----------------|----------------|----------------|----------|---------|--------|
| AVERAGE TAX CUT FOR THOSE BENEFITTING | \$1,750 | \$1,300 | \$1,770 | \$1,710 | | | |

| SHARE OF TAXPAYERS WITH TAX CUT | 62% | 14% | 13% | 3% | | | |
|---------------------------------|-----|-----|-----|----|--|--|--|
|---------------------------------|-----|-----|-----|----|--|--|--|

| INCOME RANGE | <\$23,000 | \$23,000 - 43,000 | \$43,000 - 67,000 | \$67,000 - 111,000 | \$111,000 - 249,000 | \$249,000 - 587,000 | >\$587,000 |
|--------------|-----------|-------------------|-------------------|--------------------|---------------------|---------------------|------------|
|--------------|-----------|-------------------|-------------------|--------------------|---------------------|---------------------|------------|

| AVERAGE INCOME | \$13,000 | \$33,000 | \$53,000 | \$87,000 | \$156,000 | \$358,000 | \$1,594,000 |
|----------------|----------|----------|----------|----------|-----------|-----------|-------------|
|----------------|----------|----------|----------|----------|-----------|-----------|-------------|

Sources: Institute on Taxation and Economic Policy, Columbia Center on Poverty and Social Policy

PENNSYLVANIA

OPTION 2: BRING QUALIFYING CHILDREN 6 AND UNDER UP TO \$3,600 AND OLDER CHILDREN TO \$3,000

WHO BENEFITS?

3,769,000 PENNSYLVANIA RESIDENTS

61% of Pennsylvania Children Under 17, (2,048,000)

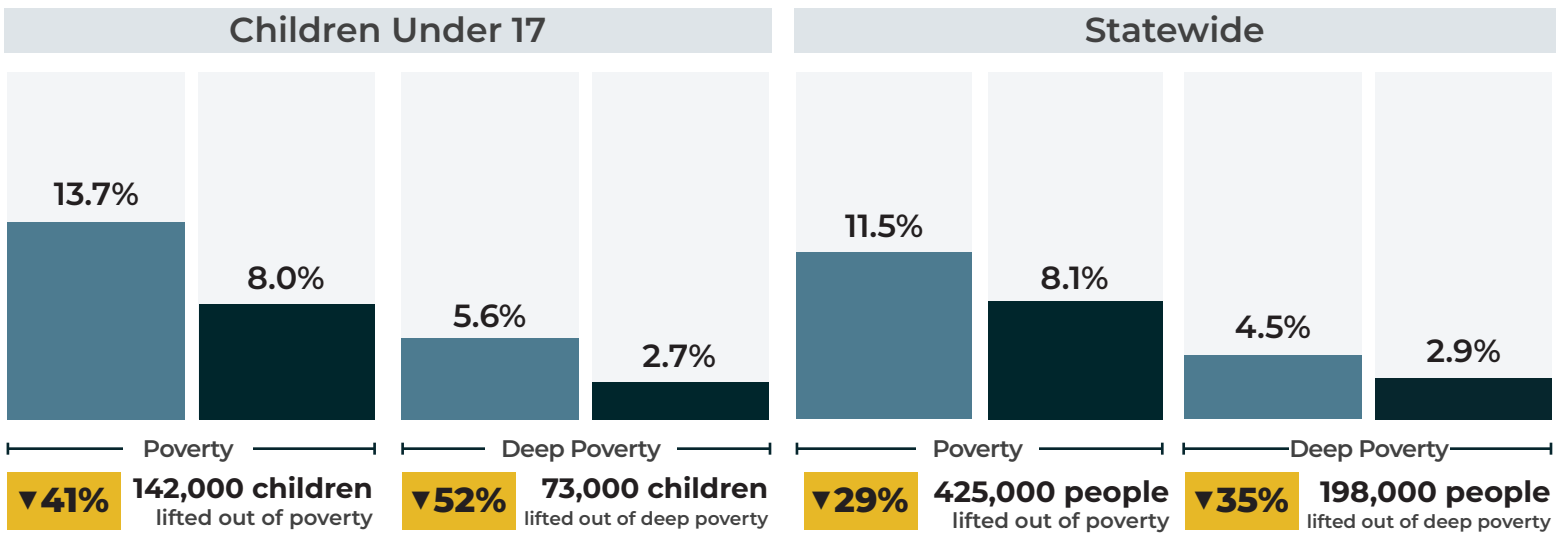
19% of Pennsylvania Adults, (1,721,000)

Child poverty reduced by **41%** ↓

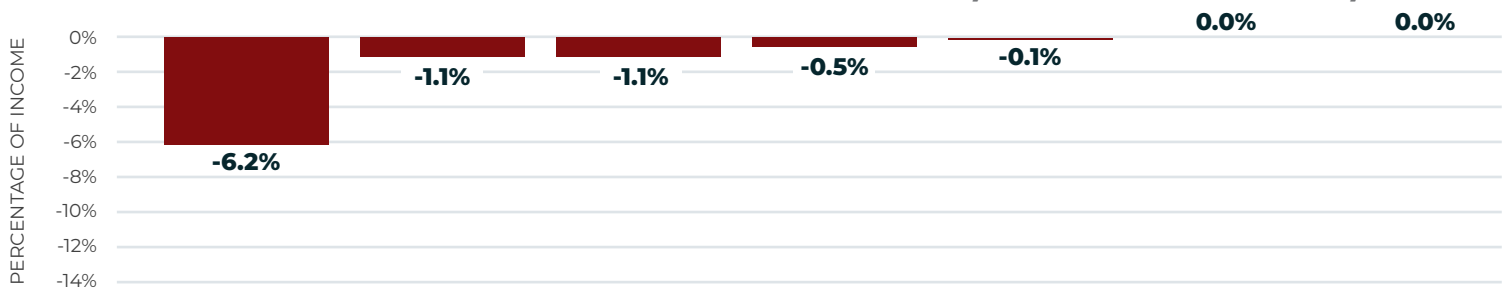
Deep child poverty reduced by **52%** ↓

Estimated Total Cost in 2019
\$3,086,000,000

POVERTY REDUCTION, 2019 ■ PRE-CREDIT ■ POST-CREDIT



AVERAGE TAX CHANGE AS PERCENTAGE OF INCOME, BY INCOME GROUP, 2019



| INCOME GROUP | LOWEST 20% | SECOND 20% | MIDDLE 20% | FOURTH 20% | NEXT 15% | NEXT 4% | TOP 1% |
|--|----------------|-------------------|-------------------|--------------------|---------------------|---------------------|-------------|
| AVERAGE TAX CUT FOR THOSE BENEFITTING | \$3,420 | \$2,680 | \$2,490 | \$2,010 | \$2,420 | \$2,080 | |
| SHARE OF TAXPAYERS WITH TAX CUT | 35% | 14% | 24% | 20% | 4% | 0% | |
| INCOME RANGE | <\$23,000 | \$23,000 - 43,000 | \$43,000 - 67,000 | \$67,000 - 111,000 | \$111,000 - 249,000 | \$249,000 - 587,000 | >\$587,000 |
| AVERAGE INCOME | \$13,000 | \$33,000 | \$53,000 | \$87,000 | \$156,000 | \$358,000 | \$1,594,000 |

Sources: Institute on Taxation and Economic Policy, Columbia Center on Poverty and Social Policy