



## Who Would Benefit From the Governor's Proposed Tax Rebate?

- Four out of ten (41 percent) California families will not receive the Governor's proposed rebate, an estimated 5.6 million families and individuals.
- Half of California's families with children will not receive the Governor's proposed rebate, an estimated 2.36 million families.
- While virtually all of the state's wealthiest households would receive a rebate, only 59 percent of middle income families would receive a rebate and only 26 percent of middle income families with children would receive a rebate.
- None of the state's poorest families with children would receive a rebate. Only one percent of families with children in the second poorest fifth of families would receive a rebate.
- Poor families are excluded from the rebate despite the fact that the poorest fifth of California households pay the largest share of their income in state and local taxes.

1999 Income Group	All	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Next 15%	Next 4%	Top 1%
<b>Income Range</b>		Less Than \$15,000	\$15,000 - \$26,000	\$26,000 - \$42,000	\$42,000 - \$70,000	\$70,000 - \$145,000	\$145,000 - \$514,000	or More
<b>Average Income in Group</b>	\$57,600	\$9,000	\$20,300	\$33,600	\$54,400	\$96,600	\$209,300	\$975,600
<b>Percentage of All Families &amp; Individuals Receiving</b>								
<b>Tax Cut</b>	59%	16%	43%	59%	86%	97%	98%	100%
<b>Percentage of Families with Children Receiving</b>								
<b>Tax Cut</b>	50%	0%	1%	26%	78%	96%	99%	100%

Source: Institute on Taxation and Economic Policy, May 15, 2000. Based on non-refundable rebate of \$150 for single filers and \$300 rebate for married filers and heads of households.