

Revised Estimates: January 29, 2003

Table T03-0046
Administration's Dividend Exclusion Proposal:
Distribution of Income Tax Change by AGI Class, Non-Elderly Returns, 2003¹

AGI Class (thousands of 2001 dollars) ²	Non-Elderly Returns		Non-Eld Returns with Tax Cut		Percent Change in After-Tax Income ³	Percent of Income Tax Change		Average Tax Change (\$)	Average Income Tax Rate ⁴	
	Number (thousands)	Percent of All Returns	Number (thousands)	Percent of Non-Eld Returns		Within Class	Total		Current Law	Proposal
Less than 10	23,901	17.9	1,562	6.5	*	97.1	0.2	-2	-7.3	-7.3
10-20	20,200	15.1	972	4.8	*	47.7	0.4	-4	-3.9	-3.9
20-30	16,374	12.2	1,338	8.2	*	35.9	0.5	-7	3.6	3.5
30-40	12,233	9.1	1,479	12.1	*	43.5	0.8	-14	7.0	6.9
40-50	9,241	6.9	1,556	16.8	*	34.3	0.8	-20	8.9	8.8
50-75	15,575	11.6	3,709	23.8	0.1	42.8	2.9	-40	10.1	10.0
75-100	9,024	6.7	3,091	34.2	0.1	53.0	3.8	-90	12.0	11.9
100-200	8,652	6.5	4,485	51.8	0.2	54.0	11.4	-283	15.8	15.6
200-500	2,095	1.6	1,603	76.5	0.6	64.9	12.8	-1,310	23.0	22.6
500-1,000	367	0.3	323	88.1	0.7	70.7	6.3	-3,655	28.1	27.5
More than 1,000	201	0.1	189	94.0	1.1	79.0	23.1	-24,642	29.3	28.5
All	118,764	88.7	20,310	17.1	0.3	63.2	63.2	-114	13.8	13.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model.

* Less than 0.05 percent.

- (1) Calendar year. Baseline is current law. Returns of individuals under age 65; for joint returns, both individuals are under 65.
- (2) Returns with negative AGI are excluded from the lowest income class but are included in the totals.
- (3) After-tax income is AGI adjusted for income excluded by the proposal, less individual income tax net of refundable credits.
- (4) Average income tax, net of refundable credits, as a percentage of average AGI adjusted for income excluded by the proposal.