

Table T03-0097
Senate Finance Committee's Dividend Proposal:
Percent of Tax Units by Size of Income Tax Cut and Individual Characteristics, 2004¹

| Income Tax Cut (\$) | All Tax Units ² | | Joint Tax Units | | Joint with Children ³ | | HOH with Children ⁴ | | Elderly ⁵ | | Business Income ⁶ | |
|----------------------|----------------------------|----------------------|------------------|----------------------|----------------------------------|----------------------|--------------------------------|----------------------|----------------------|----------------------|------------------------------|----------------------|
| | Percent of Total | Average Tax Cut (\$) | Percent of Total | Average Tax Cut (\$) | Percent of Total | Average Tax Cut (\$) | Percent of Total | Average Tax Cut (\$) | Percent of Total | Average Tax Cut (\$) | Percent of Total | Average Tax Cut (\$) |
| 0 | 84.8 | 0 | 77.0 | 0 | 78.7 | 0 | 96.0 | 0 | 77.7 | 0 | 73.1 | 0 |
| 1-100 | 8.4 | -33 | 12.2 | -33 | 12.8 | -29 | 3.1 | -26 | 7.8 | -45 | 13.4 | -35 |
| 101-500 | 6.1 | -204 | 9.6 | -206 | 7.9 | -197 | 0.9 | -184 | 12.4 | -222 | 11.5 | -214 |
| 501-1,000 | 0.5 | -681 | 0.8 | -685 | 0.4 | -680 | 0.1 | -721 | 1.5 | -681 | 1.2 | -688 |
| 1,001-1,200 | 0.1 | -1,090 | 0.1 | -1,093 | 0.1 | -1,088 | * | ** | 0.2 | -1,095 | 0.2 | -1,094 |
| 1,201-2,000 | 0.1 | -1,515 | 0.2 | -1,513 | 0.1 | -1,531 | * | ** | 0.2 | -1,502 | 0.3 | -1,512 |
| 2,001-5,000 | 0.1 | -2,951 | 0.1 | -2,926 | 0.1 | -2,955 | * | ** | 0.2 | -2,939 | 0.2 | -2,972 |
| 5,001-10,000 | * | -6,761 | * | -6,828 | * | -6,940 | * | ** | * | -6,638 | * | -6,835 |
| 10,001-50,000 | * | -18,507 | * | -18,308 | * | -17,373 | * | ** | * | -18,945 | * | -18,461 |
| Over 50,000 | * | -125,383 | * | -120,246 | * | ** | * | ** | * | ** | * | -128,165 |
| All | 100.0 | -25 | 100.0 | -41 | 100.0 | -29 | 100.0 | -4 | 100.0 | -58 | 100.0 | -62 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0503-1).

* Less than 0.05 percent. ** Insufficient data for analysis (fewer than 500 tax units).

(1) Calendar year. Baseline is current law. Exclude from taxable income the first \$500 of qualifying dividends (\$250 for a married individual filing a separate return) and 10 percent of amounts exceeding \$500 (\$250 for a married individual filing a separate return).

(2) Includes both filing and non-filing tax units. Tax filing units that are dependents of other taxpayers are excluded from the analysis.

(3) Married couples with at least one dependent child living at home.

(4) Head of household units with at least one child living at home.

(5) Individuals age 65 or older; for married couples, at least one spouse is 65 or older.

(6) Tax units claiming income or loss on Schedules C, E, or F.