

Table T03-0086
Senate Finance Committee's Modified Jobs and Growth Tax Act:
Distribution of Income Tax Change by AGI Class, 2004¹

AGI Class (thousands of 2002 dollars) ²	Tax Units ³			Percent Change in After-Tax Income ³	Percent of Total Income Tax Change	Average Tax Change (\$)	Average Income Tax Rate ⁴	
	Number (thousands)	Percent of Total	Percent with Tax Cut				Current Law	Proposal
Less than 10	33,461	23.7	0.9	0.1	0.1	-2	-9.9	-9.9
10-20	23,246	16.5	63.3	0.6	2.9	-99	-4.0	-4.7
20-30	18,563	13.2	94.8	0.9	5.3	-229	3.6	2.7
30-40	13,624	9.7	98.0	1.0	5.4	-321	7.0	6.1
40-50	10,550	7.5	99.2	1.0	5.4	-412	8.7	7.9
50-75	18,217	12.9	99.4	1.1	14.3	-637	10.0	9.0
75-100	9,955	7.1	99.8	1.8	17.5	-1,426	12.2	10.7
100-200	9,614	6.8	99.8	1.7	23.3	-1,965	15.9	14.4
200-500	2,299	1.6	98.3	1.4	9.2	-3,246	22.8	21.7
500-1,000	384	0.3	94.8	1.9	4.5	-9,552	27.5	26.1
More than 1,000	200	0.1	95.8	2.3	12.1	-49,055	28.7	27.1
All	141,030	100.0	68.8	1.4	100.0	-575	13.4	12.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model.

* Less than 0.05 percent. ** Less than \$1 in absolute value.

(1) Calendar year. Baseline is current law. Includes the following provisions: increase child tax credit to \$1,000; increase refundability rate for additional child tax credit to 15 percent; expand size of the 10-percent bracket to \$7,000 for singles and \$14,000 for married couples, indexed for inflation after 2003; expand 15-percent bracket for married couples to twice that for singles; increase standard deduction for married couples to twice that for singles; reduce top four tax rates to 25, 28, 33, and 35 percent; increase AMT exemption by \$12,000 for married couples and \$6,000 for others; 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).

(2) Tax units with negative AGI are excluded from the lowest income class but are included in the totals.

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

(4) After-tax income is AGI less individual income tax net of refundable credits.

(5) Average income tax, net of refundable credits, as a percentage of average AGI.