

**Table T03-0188**  
**Rollback Top Three Personal Income Tax Rates to 31, 36, and 39.6 Percent:**  
**Distribution of Income Tax Change by Percentiles, 2004<sup>1</sup>**

AGI Class <sup>2</sup>	Percent of Tax Units with Tax Change	Percent Change in After-Tax Income <sup>3</sup>	Percent of Total Income Tax Change	Average Tax Change (\$)	Average Income Tax Rate <sup>4</sup>	
					Current Law	Proposal
Lowest Quintile	0.0	0.0	0.0	0	-10.5	-10.5
Second Quintile	0.0	0.0	0.0	0	-5.4	-5.4
Middle Quintile	0.0	0.0	0.0	0	3.8	3.8
Fourth Quintile	*	*	*	**	8.1	8.1
Next 10 Percent	4.3	*	0.4	9	10.0	10.0
Next 5 Percent	9.1	-0.1	1.4	60	12.6	12.6
Next 4 Percent	54.3	-0.5	13.0	698	17.1	17.5
Top 1 Percent	77.1	-2.9	85.2	18,332	25.1	27.3
All	3.8	-0.5	100.0	215	12.0	12.5

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

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

(1) Calendar year. Baseline is current law. Under current law, the top 3 rates are 28, 33, and 35 percent.

(2) Tax units with negative AGI are excluded from the lowest quintile but are included in the totals. Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

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

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