

Revised Estimates: January 17, 2003

Table T03-0034

**Administration Stimulus Proposal:
EITC Returns With No Tax Cut by AGI Class, 2003¹**

AGI Class (thousands of 2001 dollars) ²	Returns Claiming EITC		EITC Returns with No Tax Cut	
	Number (thousands)	Percent of Total	Number (thousands)	Percent of Returns
Less than 10	7,633	36.7	7,593	99.5
10-20	7,452	35.8	5,250	70.4
20-30	4,929	23.7	841	17.1
More than 30	648	3.1	40	6.1
All	20,795	100.0	13,839	66.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model.

(1) Calendar year. Includes the following provisions: accelerate 2006 rate cuts; dividend exclusion; accelerate marriage-penalty relief; accelerate child tax credit increase; accelerate expansion of 10-percent bracket; increase AMT exemption. Estimates for the dividend exclusion portion of the proposal assume that the details of the proposal effectively limit tax-sheltering activity. That assumption may turn out to be over-optimistic and the long-run revenue cost could turn out to be much greater.

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