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PRELIMINARY RESULTS

<http://www.taxpolicycenter.org>

Table T07-0041
Reduce Top Individual Income Tax Rate to 30 Percent
Static Impact on Individual Income Tax Liability and Revenue (\$ billions), 2008-17¹

	Year										
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2008-17
Fiscal Year Revenue²	0.0	-16.5	-21.3	-22.0	-23.3	-24.7	-26.2	-27.8	-29.4	-31.2	-222.3
Calendar Year Liability	0.0	-22.0	-21.0	-22.3	-23.7	-25.0	-26.6	-28.2	-29.8	-31.6	-230.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-1).

(1) Proposal is effective 01/01/09. Baseline assumes the 2001-2006 tax cuts are made permanent. Proposal reduces the 33 and 35 percent statutory individual income tax rates to 30 percent. Estimates are static and do not account for any potential microeconomic behavioral response. Official estimates from the Joint Committee on Taxation would likely show a somewhat smaller revenue loss.

(2) Fiscal-year revenue numbers assume a 75-25 split. The actual effect on receipts could differ.