

22-May-09

T09-0278

Revenue for Various Assumptions Regarding ESI Exclusion Repeal and Tax Credit Refundability under the Patients' Choice Act (billions\$) ¹

	Calendar Year										5 Year	10 Year
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2010-2014	2010-2019
1. Repeal Exclusion for Income and Payroll Tax Purpose, Non-refundable Credit												
Individual Income Tax	-100.9	-111.0	-111.0	-113.4	-114.1	-114.0	-113.0	-111.9	-109.1	-105.1	-550.4	-1103.4
Payroll Tax	95.7	100.5	108.4	116.4	123.9	131.9	140.6	149.3	159.8	170.5	544.9	1297.1
Total	-5.2	-10.6	-2.6	3.1	9.8	17.9	27.6	37.5	50.8	65.4	-5.5	193.7
2. Repeal Exclusion for Income and Payroll Tax Purpose, Refundable Credit												
Individual Income Tax	-191.7	-184.3	-184.5	-186.9	-188.2	-188.3	-188.3	-188.2	-185.9	-183.2	-935.6	-1869.4
Payroll Tax	95.7	100.5	108.4	116.4	123.9	131.9	140.6	149.3	159.8	170.5	544.9	1297.1
Total	-96.0	-83.8	-76.1	-70.5	-64.3	-56.3	-47.7	-38.8	-26.0	-12.7	-390.7	-572.4
3. Repeal Exclusion for Income Tax Purpose, Non-refundable Credit												
Individual Income Tax	-91.5	-101.4	-100.3	-101.7	-101.4	-100.2	-98.1	-95.8	-91.5	-86.0	-496.3	-967.8
Payroll Tax	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total	-91.5	-101.4	-100.3	-101.7	-101.4	-100.2	-98.1	-95.8	-91.5	-86.0	-496.3	-967.8
4. Repeal Exclusion for Income Tax Purpose, Refundable Credit												
Individual Income Tax	-180.1	-172.4	-171.5	-172.8	-173.0	-171.8	-170.6	-169.2	-165.3	-160.9	-869.8	-1707.5
Payroll Tax	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total	-180.1	-172.4	-171.5	-172.8	-173.0	-171.8	-170.6	-169.2	-165.3	-160.9	-869.8	-1707.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-3).

(1) Baseline is current law. The 2010 tax credit is \$2,300 for single coverage and \$5,700 for family coverage. Only tax units filing with married-filing-jointly or head-of-the-household filing statuses are qualified for family coverage credit. For subsequent years, the credit levels are indexed by the average growth between CPI and medical expenses. Health insurance coverage is assumed to remain unchanged in these simulations.