

Revised Estimates: January 14, 2003

Table T03-0025
Administration Stimulus Proposal:
Single Filers, Distribution of Income Tax Change by AGI Class, 2003¹

AGI Class (thousands of 2001 dollars) ²	Single Returns		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 all Returns				Current Law	Proposal
Less than 10	19,640	14.7	*	*	-2	0.2	0.2
10-20	13,072	9.8	0.3	0.5	-41	4.7	4.5
20-30	9,351	7.0	0.3	0.6	-75	8.4	8.1
30-40	6,295	4.7	0.3	0.6	-110	10.3	10.0
40-50	4,325	3.2	0.7	1.1	-289	12.7	12.1
50-75	4,695	3.5	1.1	2.5	-599	15.1	14.1
75-100	1,223	0.9	1.7	1.4	-1,293	17.1	15.6
100-200	986	0.7	2.2	2.1	-2,441	19.5	17.7
200-500	231	0.2	2.6	1.2	-5,964	24.3	22.3
500-1,000	46	0.0	3.5	0.7	-17,932	27.2	24.6
More than 1,000	26	0.0	4.1	2.2	-97,640	27.9	24.9
All	60,375	45.1	1.0	13.1	-244	13.0	12.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model.

* Less than 0.05 percent.

(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.

(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.