

3-Mar-03

Table T03-0066
Accelerate EITC Marriage-Penalty Relief:
Distribution of Income Tax Change by AGI Class, 2003¹

AGI Class (thousands of 2001 dollars) ²	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 Total			With Tax Cut (thousands)	All Returns	Returns with Tax Cut	Current Law	Proposal
Less than 10	25,755	19.2	78	0.0	1.1	-1	-182	-6.7	-6.7
10-20	23,602	17.6	1,031	0.1	25.3	-14	-311	-3.0	-3.1
20-30	18,644	13.9	1,807	0.1	54.0	-37	-378	3.8	3.7
30-40	13,534	10.1	773	0.1	18.8	-18	-307	7.0	7.0
40-50	10,307	7.7	0	0.0	0.0	0	0	9.0	9.0
50-75	17,874	13.4	0	0.0	0.0	0	0	10.3	10.3
75-100	10,224	7.6	0	0.0	0.0	0	0	12.3	12.3
100-200	9,906	7.4	0	0.0	0.0	0	0	16.0	16.0
200-500	2,395	1.8	0	0.0	0.0	0	0	23.0	23.0
500-1,000	418	0.3	0	0.0	0.0	0	0	27.7	27.7
More than 1,000	226	0.2	0	0.0	0.0	0	0	28.8	28.8
All	133,835	100.0	3,719	0.0	100.0	-9	-340	13.9	13.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model.

(1) Calendar year. The \$3,000 addition to the EITC plateau for married couples currently scheduled for 2008 would take effect in 2003. Baseline is current law.

(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.