

**Table T03-0125**  
**Conference Agreement on the Jobs and Growth Tax Relief Reconciliation Act of 2003:**  
**Distribution of Income Tax Change by AGI Class, 2006<sup>1</sup>**

AGI Class (thousands of 2002 dollars) <sup>2</sup>	Tax Units <sup>3</sup>			Percent Change in After-Tax Income <sup>3</sup>	Percent of Total Income Tax Change	Average Tax Change (\$)	Average Income Tax Rate <sup>4</sup>	
	Number (thousands)	Percent of Total	Percent with Tax Cut				Current Law	Proposal
<b>Less than 10</b>	34,427	23.6	0.4	*	*	**	-10.1	-10.1
<b>10-20</b>	23,813	16.4	6.7	*	0.7	-7	-4.4	-4.4
<b>20-30</b>	18,777	12.9	12.9	0.1	1.6	-19	3.5	3.4
<b>30-40</b>	13,873	9.5	16.6	0.1	1.7	-29	7.1	7.0
<b>40-50</b>	10,688	7.3	21.2	0.1	2.3	-51	8.8	8.7
<b>50-75</b>	18,489	12.7	27.8	0.1	5.8	-74	10.0	9.9
<b>75-100</b>	10,540	7.2	35.7	0.2	6.3	-142	12.1	11.9
<b>100-200</b>	10,802	7.4	52.8	0.3	15.7	-342	15.9	15.7
<b>200-500</b>	2,592	1.8	71.7	0.6	16.2	-1,472	22.8	22.4
<b>500-1,000</b>	430	0.3	81.7	0.9	9.4	-5,169	26.1	25.4
<b>More than 1,000</b>	228	0.2	85.2	1.8	40.1	-41,450	27.0	25.7
<b>All</b>	145,591	100.0	17.7	0.4	100.0	-162	13.5	13.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0503-1).

\* Less than 0.05 percent. \*\* Less than \$1 in absolute value.

(1) Calendar year. Baseline is current law. Includes the following provisions: reduce the tax rate on qualifying dividends and long-term capital gains to 15 percent (the rate for individuals in the 10 and 15-percent tax brackets would be 5 percent; preferential rates would not apply to income that, under current law, is reported as dividends on tax returns but represents distributions of interest income from mutual funds).

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

(3) Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(4) After-tax income is AGI less individual income tax net of refundable credits.

(5) Average income tax, net of refundable credits, as a percentage of average AGI.