

**Table T05-0264**  
**Rollback of Individual Income Tax Rates**  
**Static Impact on Individual Income Tax Liability and Revenue (\$ billions), 2005-15<sup>1</sup>**

	Year											2005-15
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
<b>Fiscal Year Revenue<sup>2</sup></b>												
<b>Option 1: Rollback Top Two Rates<sup>3</sup></b>	0.0	53.1	29.8	30.9	32.9	33.8	8.5	0.0	0.0	0.0	0.0	189.0
<b>Option 2: Rollback Top Three Rates<sup>4</sup></b>	0.0	59.3	32.6	33.6	35.7	36.6	9.2	0.0	0.0	0.0	0.0	207.0
<b>Calendar Year Liability</b>												
<b>Option 1: Rollback Top Two Rates</b>	31.8	28.4	30.3	31.1	33.5	33.9	0.0	0.0	0.0	0.0	0.0	189.0
<b>Option 2: Rollback Top Three Rates</b>	36.0	31.1	33.1	33.8	36.4	36.7	0.0	0.0	0.0	0.0	0.0	207.0
<b>Addendum</b>												
<b>Calendar Year Individual Income Tax Liability Under Current Law<sup>5</sup></b>	852.4	935.4	1,016.6	1,107.3	1,190.2	1,290.7	1,564.2	1,662.3	1,765.3	1,875.0	1,990.3	15,249.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0305-3A).

(1) Baseline is current law. Estimates are static and do not account for any potential microeconomic behavioral response; official revenue estimates by the Joint Committee on Taxation (JCT) would likely show a somewhat smaller revenue gain.

(2) Fiscal-year revenue numbers assume a 0-100 split for 2005 and a 75-25 split thereafter. The actual effect on receipts could differ.

(3) The top two rates would be rolled back to 36 and 39.6 percent from their current-law values of 33 and 35 percent. Proposal is effective 01/01/05.

(4) The top three rates would be rolled back to 31, 36 and 39.6 percent from their current-law values of 28, 33 and 35 percent. Proposal is effective 01/01/05.

(5) Net of refundable tax credits (Earned Income Tax Credit and Additional Child Tax Credit).