

Table T19-0037
Surtax on Adjusted Gross Income (AGI) Options
Baseline: Current Law
Impact on Tax Revenue (\$ billions), 2019-29¹

	Fiscal Year											
	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2019-29
Option 1: 10 percent surtax on AGI in excess of \$2 million, unindexed	5.1	20.5	34.7	50.1	55.0	60.3	64.5	66.6	71.1	76.3	80.9	585.3
Option 2: 10 percent surtax on AGI in excess of \$2.5 million, unindexed	4.9	16.4	28.2	42.6	47.0	51.8	55.6	57.3	61.3	65.8	69.8	500.6
Option 3: 10 percent surtax on AGI in excess of \$2 million for married couples filing a joint return (\$1 million for others), unindexed	5.2	22.8	38.3	54.4	59.6	65.2	69.7	72.0	76.8	82.4	87.4	633.9

Source: Urban-Brookings Microsimulation Model (version 0319-1).

(1) Fiscal years. Baseline is the law in place for each year as of September 6, 2019. Proposal would: enact a surtax equal to 10 percent of adjusted gross income in excess of the thresholds shown (married individuals filing a separate return would face a threshold equal to half of that shown). The thresholds would not be indexed for inflation. Proposal would be effective 01/01/2020. Timing effects assume a date of enactment of 09/06/19.

(2) Estimate includes the effect of microdynamic responses and assumes a fiscal split of 70-30 (fiscal year revenue is estimated to be 30 percent of revenue from the previous calendar year and 70 percent of revenue from the current calendar year). The actual pattern of receipts could differ.