

Table T07-0207
Integrated Payroll Tax Plan
Static Impact on Individual Income Tax Liability and Revenue (\$ billions), 2008-17¹

	Year											
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2008-17	
Fiscal Year Revenue²												
Integrated Payroll Tax Plan	47.0	66.8	71.7	76.2	80.9	85.6	90.3	95.6	101.2	107.1	822.5	
Calendar Year Liability												
Integrated Payroll Tax Plan	62.7	68.2	72.9	77.3	82.1	86.7	91.5	96.9	102.6	108.6	849.6	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-2).

(1) Proposal is effective 01/01/08. Baseline is current law. Proposal exempts the first \$5,000 in wages from the employee portion of the payroll tax base and removes the cap on taxable Social Security wages. Estimates are static and do not account for any potential microeconomic behavioral response.

Official estimates from the Joint Committee on Taxation would likely show a somewhat different effect on revenue.

(2) Fiscal-year revenue numbers assume a 75-25 split. The actual effect on receipts could differ.