

Table T03-0132
Remove Sunsets in EGTRRA and Conference Agreement on Jobs and Growth Tax Relief
Reconciliation Act of 2003: Distribution of Income Tax Change by Percentiles, 2013¹

AGI Class ²	Percent of Tax Units with Tax Cut	Percent Change in After-Tax Income ³	Percent of Total Income Tax Change	Average Tax Change (\$)	Average Income Tax Rate ⁴	
					Current Law	Proposal
Lowest Quintile	0.3	0.1	*	-3	-11.8	-12.0
Second Quintile	75.5	1.9	3.8	-353	-3.9	-5.9
Middle Quintile	99.0	2.6	9.2	-868	7.2	4.8
Fourth Quintile	99.7	2.8	18.1	-1,705	12.0	9.6
Next 10 Percent	99.9	3.6	19.1	-3,593	15.1	12.1
Next 5 Percent	99.9	2.9	10.8	-4,061	17.7	15.3
Next 4 Percent	99.7	2.3	10.4	-4,906	22.2	20.5
Top 1 Percent	99.0	6.0	28.5	-53,561	29.1	24.9
All	74.9	3.3	100.0	-1,881	16.7	14.0

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 removing sunsets for the following individual income tax provisions in EGTRRA, the Job Creation and Worker Assistance Act of 2002 and the conference agreement: marginal tax rate reductions; the 10-percent bracket; the child tax credit; the child and dependent care credit; the AMT exemption; the allowance of personal nonrefundable credits regardless of AMT liability; the personal exemption phaseout (PEP); the limitation on itemized deductions (Pease); the standard deduction, 15-percent bracket, and EITC expansion for married couples; tax rates on long-term capital gains and dividends (15 percent; 0 percent for those in the 10- and 15-percent tax brackets). Excludes pension and IRA provisions, and phaseout of the estate tax.

(2) Tax units with negative AGI are excluded from the lowest quintile but are included in the totals. Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(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.