

Effects of the 2001-Enacted Bush Tax Cuts, Calendar 2001 to 2010

	Billions of Dollars										Total	Total	Total
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2001-05	2006-10	2001-10
Lowest 20%	\$-1	\$-2	\$-2	\$-2	\$-2	\$-2	\$-2	\$-2	\$-3	\$-3	\$-8	\$-12	\$-20
Second 20%	-7	-7	-8	-8	-10	-10	-10	-12	-13	-15	-40	-59	-99
Middle 20%	-11	-11	-11	-12	-14	-15	-15	-17	-20	-23	-59	-90	-149
Fourth 20%	-15	-16	-17	-19	-22	-24	-25	-26	-28	-31	-89	-133	-222
Next 15%	-15	-18	-19	-24	-27	-31	-30	-28	-27	-26	-103	-141	-245
Next 4%	-5	-9	-9	-13	-10	-12	-12	-12	-13	-16	-47	-64	-110
Top 1%	-4	-15	-15	-26	-25	-55	-60	-70	-85	-121	-86	-392	-477
ALL	\$-58	\$-80	\$-81	\$-103	\$-109	\$-149	\$-154	\$-167	\$-188	\$-234	\$-431	\$-891	\$-1,323
	Average Tax Cuts										Total	Total	Total
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2001-05	2006-10	2001-10
Lowest 20%	\$-57	\$-58	\$-61	\$-64	\$-74	\$-77	\$-79	\$-86	\$-92	\$-98	\$-313	\$-431	\$-744
Second 20%	-266	-282	-290	-296	-356	-367	-373	-416	-455	-508	-1,489	-2,119	-3,608
Middle 20%	-403	-419	-431	-442	-514	-543	-555	-614	-690	-791	-2,208	-3,194	-5,402
Fourth 20%	-572	-624	-635	-693	-800	-884	-886	-927	-982	-1,081	-3,324	-4,760	-8,084
Next 15%	-742	-926	-952	-1,211	-1,330	-1,496	-1,419	-1,333	-1,250	-1,225	-5,161	-6,723	-11,884
Next 4%	-1,015	-1,779	-1,746	-2,400	-1,794	-2,105	-2,096	-2,102	-2,266	-2,780	-8,733	-11,348	-20,082
Top 1%	-3,221	-11,734	-11,302	-19,130	-18,411	-39,972	-43,469	-49,795	-60,436	-85,002	-63,798	-278,675	-342,472
ALL	\$-441	\$-600	\$-604	\$-762	\$-798	\$-1,075	\$-1,102	\$-1,182	\$-1,316	\$-1,629	\$-3,205	\$-6,303	\$-9,508
	% of Total Tax Cuts										Total	Total	Total
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2001-05	2006-10	2001-10
Lowest 20%	2.6%	1.9%	2.0%	1.7%	1.8%	1.4%	1.4%	1.4%	1.4%	1.2%	1.9%	1.4%	1.5%
Second 20%	12.0%	9.3%	9.5%	7.7%	8.9%	6.8%	6.7%	7.0%	6.9%	6.2%	9.2%	6.7%	7.5%
Middle 20%	18.2%	13.9%	14.2%	11.5%	12.8%	10.0%	10.0%	10.3%	10.4%	9.6%	13.7%	10.1%	11.2%
Fourth 20%	25.8%	20.7%	20.8%	18.1%	19.9%	16.3%	16.0%	15.6%	14.8%	13.2%	20.6%	15.0%	16.8%
Next 15%	25.1%	23.0%	23.4%	23.6%	24.8%	20.7%	19.2%	16.8%	14.1%	11.2%	24.0%	15.8%	18.5%
Next 4%	9.1%	11.8%	11.5%	12.5%	8.9%	7.8%	7.6%	7.1%	6.8%	6.8%	10.8%	7.1%	8.3%
Top 1%	7.3%	19.4%	18.6%	24.9%	22.9%	36.9%	39.1%	41.8%	45.6%	51.8%	19.8%	44.0%	36.1%
ALL	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:

Figures include all income and estate tax changes except expanded education tax breaks, and reflect sunset of alternative minimum tax (AMT) relief after 2004. Extension and enhancement of AMT relief after 2004 (to keep the AMT from rising compared to prior law) would raise the cost of the tax cuts from 2005 to 2010 by more than \$300 billion. Estate tax cuts show federal estate tax changes only, and thus assume that states keep their estate and inheritance taxes, despite repeal of the current full credit for most state estate taxes.

Source: Institute on Taxation and Economic Policy Tax Model, June 2002.