

Effects of the House Ways & Means “Stimulus” Tax Bill, October 12, 2001
(Calendar 2002 effects at 2002 income levels)

Income Group	Income Range	Average Income	Individual tax cuts (\$-bill.)	Corporate tax cuts (\$-bill.)	Total tax cuts (\$-bill.)	Average total tax cuts	% of total tax cut
Lowest 20%	Less than \$15,000	\$ 9,600	\$ -0.0	\$ -0.6	\$ -0.6	\$ -21	0.7%
Second 20%	\$15,000–28,000	21,500	-0.0	-1.7	-1.8	-67	2.1%
Middle 20%	\$28,000–46,000	35,900	-0.4	-3.4	-3.8	-146	4.5%
Fourth 20%	\$46,000–75,000	58,800	-3.0	-5.7	-8.7	-329	10.1%
Next 15%	\$75,000–153,000	101,000	-10.6	-8.6	-19.2	-974	22.4%
Next 4%	\$153,000–384,000	217,000	-7.0	-9.5	-16.5	-3,130	19.2%
Top 1%	\$384,000 or more	1,137,000	-8.3	-26.8	-35.1	-26,689	41.0%
ALL		\$ 60,500	\$ -29.3	\$ -56.4	\$ -85.7	\$ -647	100.0%
ADDENDUM							
Bottom 60%	Less than \$46,000	\$ 22,300	\$ -0.4	\$ -5.7	\$ -6.2	\$ -78	7.2%
Top 10%	\$108,000 or more	263,000	-20.9	-40.5	-61.4	-4,672	71.6%

ADDENDUM:	
Rebate extension (2001 only)	Average rebate, 2001 only
\$ -5.8	\$ -220
-4.9	-185
-2.5	-94
-0.5	-21
-0.0	-2
-0.0	-2
-0.0	-2
\$ -13.7	\$ -104
\$ -13.1	\$ -166
-0.0	-2

Figures are based on the “modified Chairman's amendment in the nature of a substitute to H.R. 3090,” Oct. 12, 2001, and do not yet include any amendments made thereafter, if any. Effects of the one-shot 2001 extended rebates are shown separately since they do not affect taxes in 2002 or thereafter.

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

Citizens for Tax Justice, Oct. 12, 2001