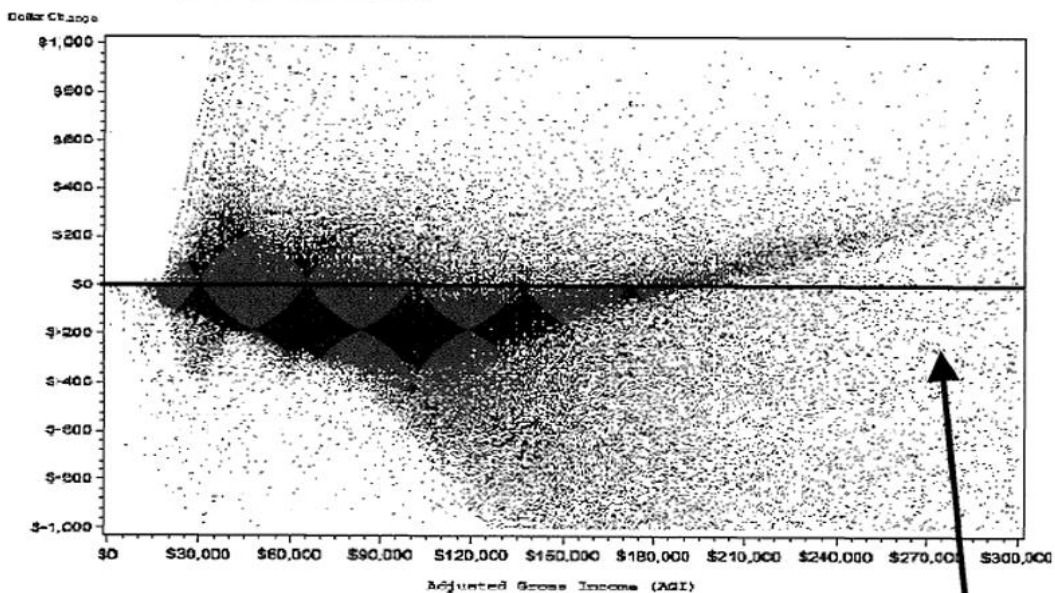


Tax Simulation Model Information

Distributional Effects Group Analysis

Chart 4

Estimated Dollar Change in Income Tax - Married



Specific Tax Change of de-identified Taxpayer



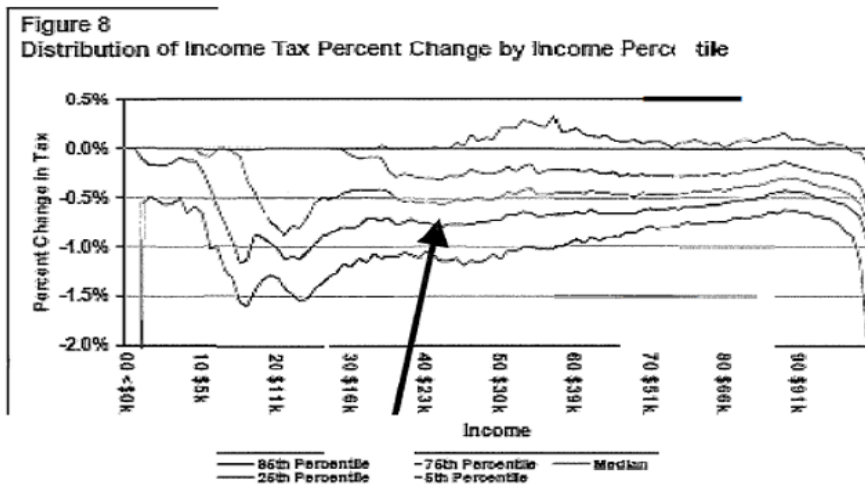
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Tax Simulation Model Information

Segmented Income Analysis



The Median Taxpayer within each income percentile had about a 0.5% tax cut



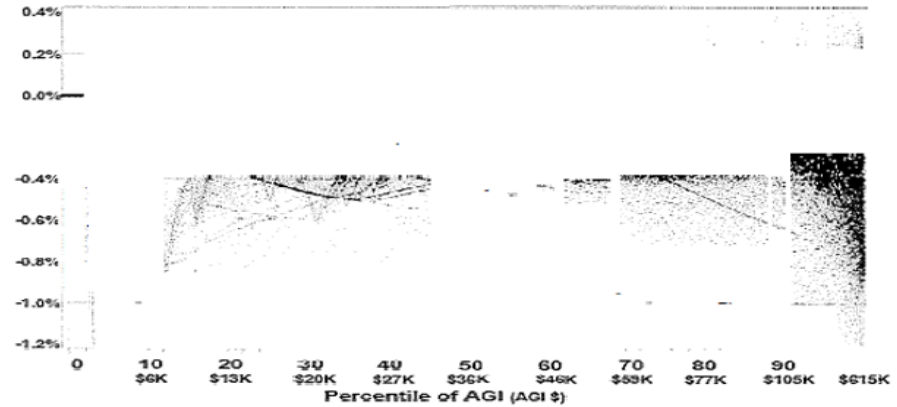
Tax Simulation Model Information

Effective Rate Changes

only income

**Most Taxpayers
paid less in taxes**

Chart 2
Effective Tax Rate Change, Tax Year 2005 to 2008, by Taxpayer & Income



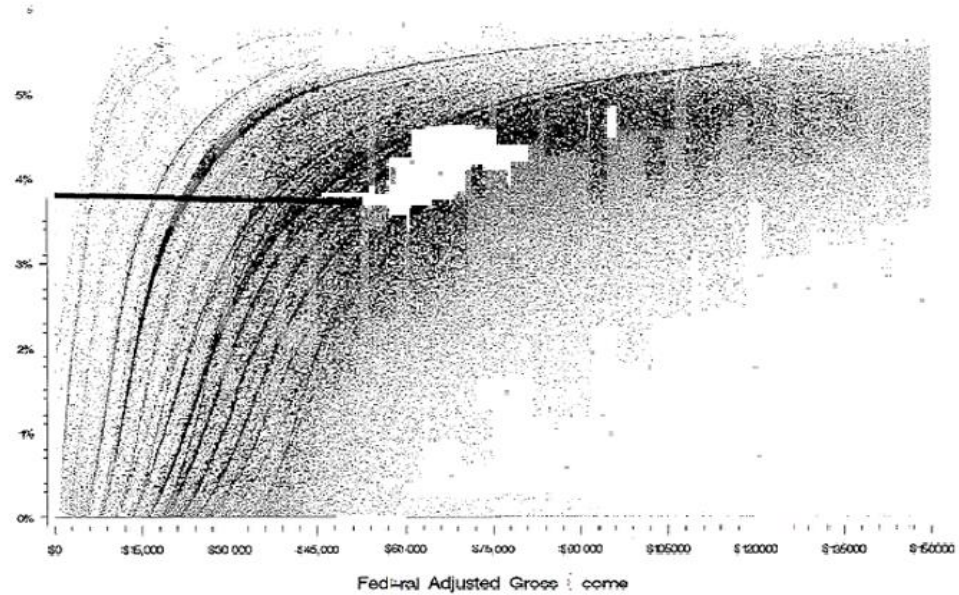
Tax Simulation Model Information

Effective Rate Changes

Figure 27
2008 Projected Effective Income Tax Rates Under the Graduated Rate System

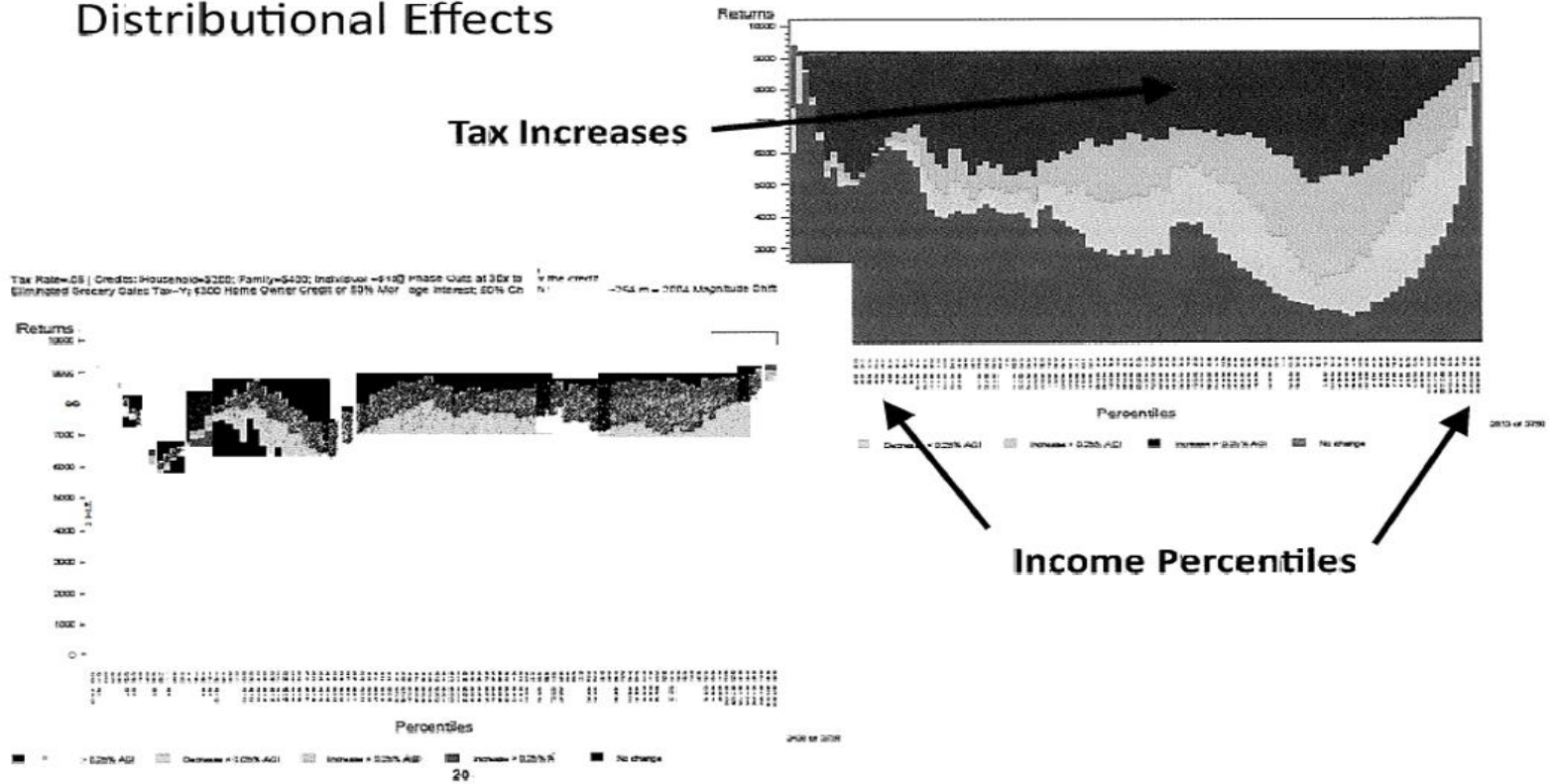
Effective Rate
7%

What were prior effect rates and how did they change at the margin?



Tax Simulation Model Information

Distributional Effects



Tax Rate=0% | Credits: Household-\$300; Family-\$400; Individual-\$150 | Phase Out: at 30k to 40k | Eliminated Grocery Sales Tax--Yr \$200 Home Owner Credit or 80% Mortgage Interest; 50% Charitable Deduction | 2013 of 2018

