

FY 2013-14: ESTIMATE OF 2013 INCOME TAX ADJUSTEMENT BY REDUCING 7% RATE TO 6.99%

Objective: Reduce 7% rate to 6.99% with 0%, 3%, 4%, 5% and 6% brackets unchanged.

With these brackets and rates, 100% of filers have a lower or unchanged liability and the General Fund is impact is (\$ 3,976,000).

Baseline Taxable Income Range 2011	Current Tax Structure					Estimate of Adjusted Tax Structure		
	Projected # of Filers 2013	Cumulative # of Filers	Cumulative % of Filers	Projected Average Taxable Income 2013	Average Tax Liability 2013	Adjusted Average Tax Liability 2013	Average Tax Increase/ (Decrease) 2013	Total Dollar Increase/ (Decrease) 2013
0	745,247	745,247	34.25%	0	0	0	0	0
1-5,000	264,830	1,010,077	46.42%	2,337	0	0	0	0
5,000-10,000	183,140	1,193,216	54.83%	7,748	167	167	0	0
10,000-20,000	263,659	1,456,876	66.95%	15,325	588	588	(1)	(49,386)
20,000-30,000	183,010	1,639,885	75.36%	25,852	1,325	1,324	(2)	(212,332)
30,000-40,000	130,882	1,770,767	81.37%	36,317	2,058	2,056	(3)	(288,820)
40,000-50,000	94,125	1,864,892	85.70%	46,795	2,791	2,788	(4)	(306,332)
50,000-60,000	70,856	1,935,748	88.95%	57,276	3,525	3,521	(5)	(304,869)
60,000-70,000	53,974	1,989,722	91.43%	67,760	4,259	4,253	(6)	(288,814)
70,000-80,000	40,550	2,030,272	93.30%	78,191	4,989	4,982	(7)	(259,283)
80,000-90,000	30,018	2,060,291	94.68%	88,677	5,723	5,715	(8)	(223,419)
90,000-100,000	22,655	2,082,946	95.72%	99,138	6,455	6,447	(9)	(192,314)
100,000-110,000	16,913	2,099,859	96.49%	109,640	7,190	7,181	(10)	(161,336)
110,000-120,000	12,927	2,112,786	97.09%	120,100	7,922	7,912	(11)	(136,834)
120,000-130,000	9,859	2,122,645	97.54%	130,579	8,656	8,644	(12)	(114,686)
130,000-140,000	7,749	2,130,394	97.90%	140,952	9,382	9,370	(13)	(98,177)
140,000-150,000	6,154	2,136,547	98.18%	151,454	10,117	10,104	(14)	(84,429)
150,000-160,000	5,055	2,141,602	98.41%	161,920	10,850	10,835	(15)	(74,644)
160,000-170,000	4,124	2,145,725	98.60%	172,442	11,586	11,571	(16)	(65,231)
170,000-180,000	3,346	2,149,072	98.76%	182,829	12,314	12,297	(17)	(56,411)
180,000-190,000	2,806	2,151,878	98.88%	193,372	13,052	13,034	(18)	(50,266)
190,000-200,000	2,333	2,154,211	98.99%	203,808	13,782	13,763	(19)	(44,220)
200,000-225,000	4,488	2,158,698	99.20%	221,683	15,033	15,013	(21)	(93,090)
225,000-250,000	3,158	2,161,856	99.34%	247,874	16,867	16,843	(24)	(73,777)
250,000-300,000	4,088	2,165,944	99.53%	285,269	19,484	19,457	(28)	(110,796)
300,000-400,000	4,324	2,170,269	99.73%	359,557	24,685	24,650	(35)	(149,322)
400,000-500,000	2,065	2,172,334	99.82%	465,915	32,130	32,084	(46)	(93,287)
500,000- \$1M	2,739	2,175,073	99.95%	693,597	48,067	47,999	(68)	(186,046)
\$1 M - \$2 M	773	2,175,846	99.99%	1,401,511	97,621	97,483	(139)	(107,248)
\$2 M +	313	2,176,159	100.00%	4,820,085	336,921	336,441	(481)	(150,514)
Total	2,176,159			\$25,547	\$1,304	\$1,303	(\$1)	(\$3,976,000)

2013 Current Tax Brackets	0.00% \$0 to 2,850	Adjusted Brackets	0.00% \$0 to 2,850
	3.00% \$2,850 to 5,700		3.00% \$2,850 to 5,700
	4.00% \$5,700 to 8,550		4.00% \$5,700 to 8,550
	5.00% \$8,550 to 11,400		5.00% \$8,550 to 11,400
	6.00% \$11,400 to 14,250		6.00% \$11,400 to 14,250
	7.00% Over \$14,250		6.99% Over \$14,250

Source: BEA, SC Dept. of Revenue Income Tax Data 98% sample, 2011
/a 2011 Base Year Grown by 1% per year
/b 2011 Base Year Taxable Income Grown by 3.6% and 3.0% for '12, and '13 respectively