



Revenue Estimation & Tax Research Conference

Experience Estimating the Revenue Impact of TCJA – a Microsimulation Modeling Approach

Chainbridge Software, LLC
September 24, 2019



Background -- Chainbridge

- Has been developing and delivering tax policy analysis tools for state government clients for nearly two decades
- Eric Cook, PhD, revenue estimator at the US Congressional Joint Committee on Taxation during federal tax reform efforts leading to the Tax Reform Act of 1986
- Directed development of tax modeling projects for state government clients (Price Waterhouse and KPMG), left KPMG to form Chainbridge in 2000

Background --2018

- Early in 2018, two states contracted with Chainbridge to assist in their analysis of the TCJA
- Two microsimulation models developed (individual income tax and corporate income tax) for and delivered to the two states
- Impacts of the (1) individual, (2) business, and (3) international provisions of the TCJA on the these two states were estimated and reports developed

The Chainbridge team

- Eric Cook, PhD, CEO
- Nancy Cook, President
- James Copenhaver, VP Software Development
- Stephen Woerner, Software Engineer
- Kirk Copen

Overall approach

- Construct two microsimulation models (individual income tax and corporate income tax)
- For each provision within each provision type (individual, business or international):
 - Determine what the likely impact that the provision has on the state
 - Determine whether an on-model (using the microsimulation models) or off-model approach would be employed
 - Generate the revenue estimates and prepare a report presenting the results

Why microsimulation modeling?

- The “Gold Standard” for modeling tax policy changes
- Accurate method for assessing the impact by simulating a policy change for each taxpayer and aggregating results
- Forecasting and data extrapolation allows policy analysis to be conducted at future year levels

Estimating the impact of the TCJA using microsimulation models

- International provisions
- Individual provisions
- Business provisions



Significant international provisions

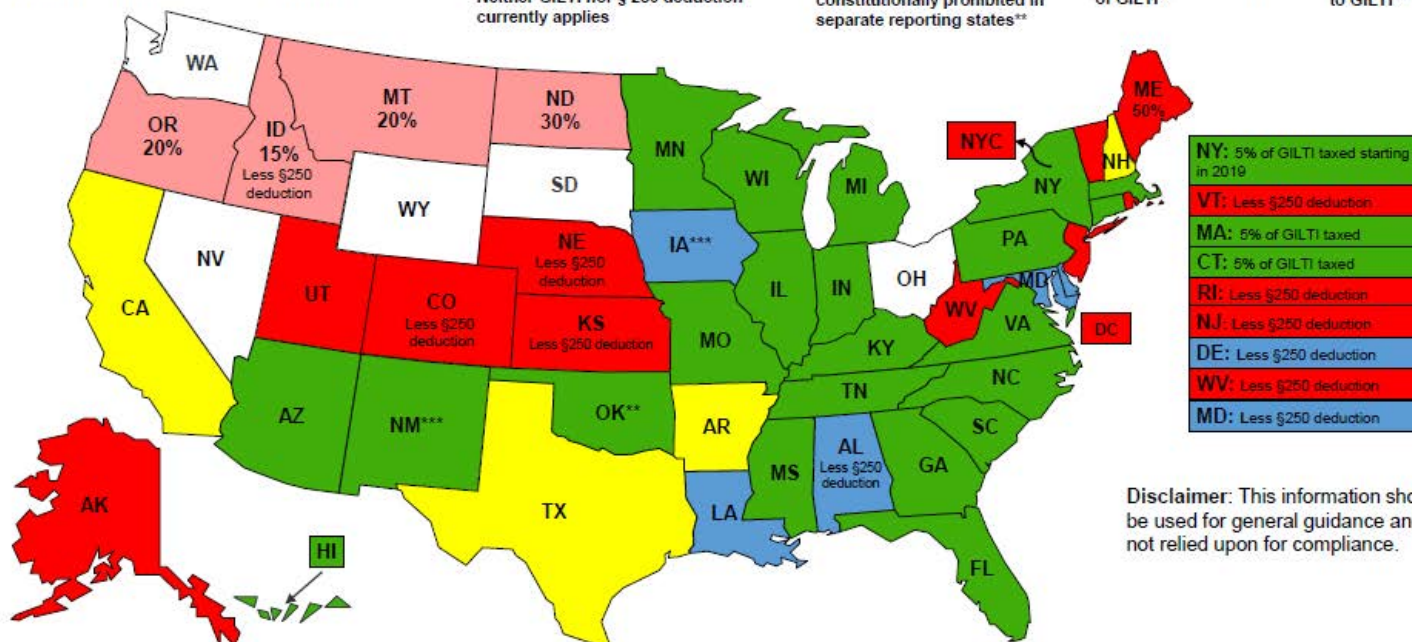
- Deduction for dividends received by domestic corporations from certain foreign corporations (DRD provision)
- Treatment of deferred foreign income upon transition to participation exemption system of taxation (Repatriation provision)
- Taxation of global intangible low-taxed income (GILTI provision)
- Deduction for foreign-derived intangible income derived from trade or business within the US (FDII provision)

Estimating approach – international provisions

- Corporate income tax model
- Augmented with data from Standard and Poor's *Compustat* database
- Review of Forms 10-K filed with the SEC
- Individual income tax portion of Repatriation provision – off-model approach

State Corporate Income Tax Conformity to GILTI*

- State does not impose a corporate income tax
- Decoupled from GILTI (or excludes 95%)
- Have not addressed IRC conformity and/or GILTI coupling specifically. Neither GILTI nor § 250 deduction currently applies
- Potentially coupled to GILTI, but inclusion may be constitutionally prohibited in separate reporting states**
- Coupled or potentially coupled to 10% to 30% of GILTI**
- Coupled or potentially coupled to GILTI**



Disclaimer: This information should be used for general guidance and not relied upon for compliance.

Note: Those states with "less \$250 deduction" only tax 50% of GILTI (or 62.5% after 2025).

* Based generally on 80% or more direct corporate ownership of foreign corporations. Other rules may apply for smaller % ownership or state personal income tax (PIT) purposes.

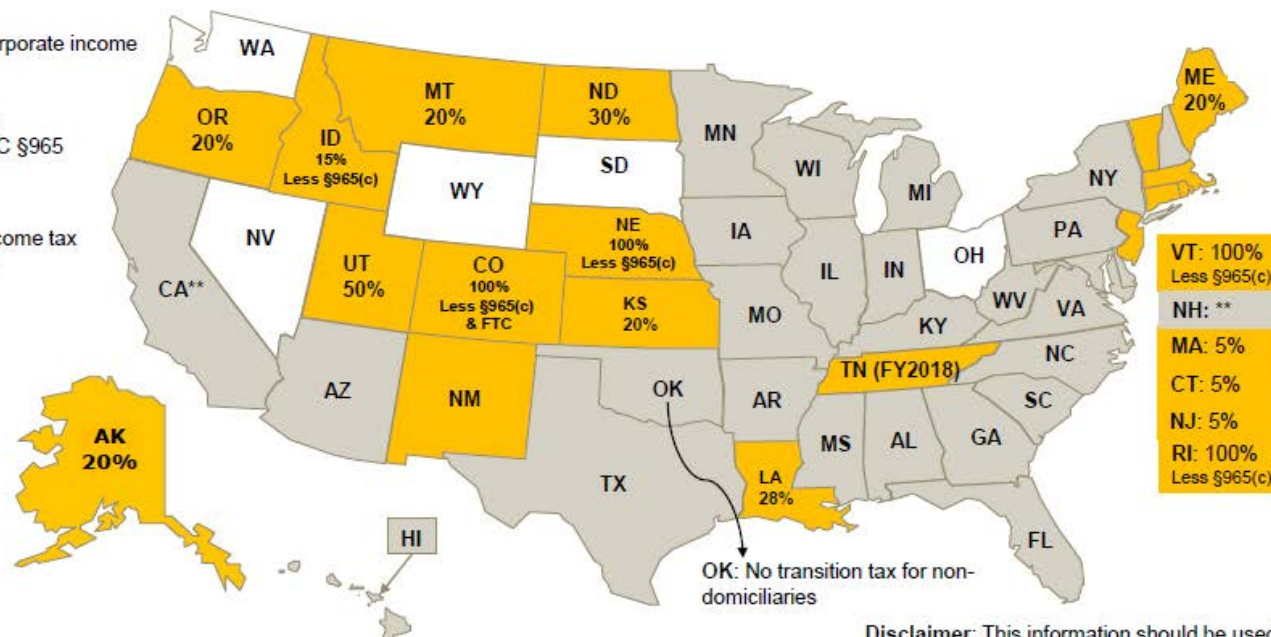
** GILTI is not specifically referenced in many state conformity statutes so some states may still decouple from some or all of GILTI by administrative/legislative action.

*** Iowa conformity begins in 2019. New Mexico decouples starting in 2020.

Source: Council On State Taxation

State Corporate Income Tax Conformity to IRC §965 Repatriated Income*

- State does not impose a corporate income tax
- 0%: State does not impose corporate income tax on IRC §965 repatriated income
- State imposes corporate income tax on some or all of IRC §965 repatriated income



* Based generally on 80% or more direct corporate ownership of foreign corporations. Other rules may apply for smaller % ownership or PIT purposes.

**No conformity update but taxes a portion of foreign dividends (when distributed) for water's edge filers.

Disclaimer: This information should be used for general guidance and not relied upon for compliance.

Source: Council On State Taxation

Significant individual provisions

- Standard deduction modification
- Loss limitation for noncorporate taxpayers
- Changes in itemized deductions:
 - Repeal of certain itemized deductions (state and local taxes, non-disaster casualty losses, some miscellaneous)
 - Limitation on mortgage interest deduction

Estimating approach – individual income tax provisions

- Individual Income Tax Model employed for the majority of the provisions as a percentage of the net revenue impact
- Database includes State returns matched with federal returns for residents
- Allows for tax to be recalculated using federal data and federal law (indexing provisions)
- Extrapolation of microdatabase to future years

Estimating issues – individual income tax provisions

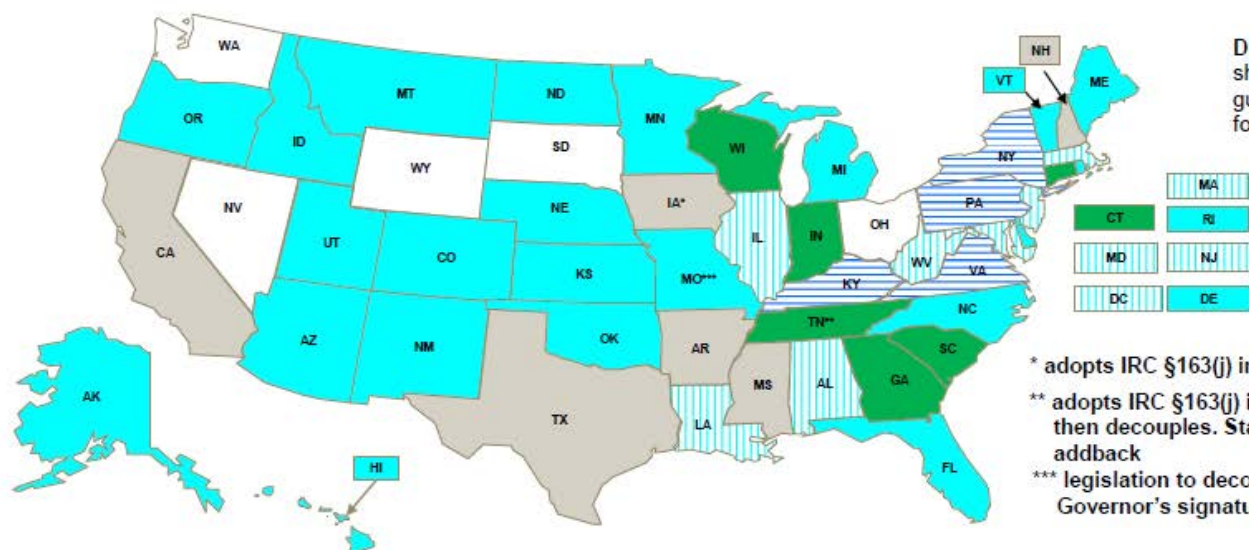
- “Stacking order”
- Impact of the standard deduction modification – “switching” issue
- Extrapolation issue – federal Earned Income Tax Credit (EITC)



Significant business provisions

- Limitation on the net interest deduction
- Amortization of research and experimental expenses
- Repeal of the domestic production activities deduction
- Modification of the net operating loss (NOL) deduction
- Increase in IRC § 179 expensing
- Simplified accounting for small business

State Conformity to 30% Interest Expense Limitation



Disclaimer: This information should be used for general guidance and not relied upon for compliance.

* adopts IRC §163(j) in 2019

** adopts IRC §163(j) in 2018 and 2019, then decouples. State has interest addback

*** legislation to decouple pending Governor's signature

- 5 No General Corporate Income Tax
- 22 Adopts IRC §163(j) as of 1/1/18
- 4 Adopts IRC §163(j) with interest addback related to intangible income
- 8 Adopts IRC §163(j) and has general interest addback provisions

Source: Council On State Taxation

- 6 Enacted Legislation Decoupling from IRC §163(j) [Note – some of these states did not decouple as of 1/1/2018 but decoupled at a later date and some states may still have an intercompany interest expense adjustment]
- 6 Does not adopt IRC § 163(j) as of 1/1/18

Estimating approach – business provisions

- Corporate Income Tax Model employed for the majority of the provisions as a percentage of the net revenue impact
- Population of state corporate income tax returns
- Matched with pro-forma federal Forms 1120
- Extrapolation of microdatabase to future years

Estimating issues – business provisions

Affect both corporations and pass-through entities – split between corporate and individual

Provision	Corporate Share (percent)	Individual Share (percent)
Bonus Depreciation	70	30
Section 179 Expensing	10	90
Net Interest Deduction	95	5
Small Business Accounting Changes	30	70
Modifications to NOLs	90	10
Amortization of R&D	75	25
Repeal Domestic Production Activities Deduction	75	25

Source: US Congress, Joint Committee on Taxation



**Thank you
please feel free to contact us:**

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Appendix:

PolicyLinks Screenshots and Output Tables



Individual Income Tax Model

Policy Simulation Report Selected Model: Individual Income Tax Model

Policy Creator

File Tools Help

A Tax Policy Example

- Income and Adjustments
 - Wages
 - Interest and Dividend Income
 - Other Income Part I
 - Alimony Received
 - Business Income or Loss
 - Bonus Depreciation -Business
 - Gain or Loss from Sales of Real Estate
 - Taxable IRA Distributions
 - Taxable Pensions and Annuities**
 - Rents, Royalties, Trusts, etc
 - Farm Income or Loss
 - Bonus Depreciation -Farm
 - Other Income
 - Total Other Income
 - Total Income
- Adjustments to Income
 - Total Adjustments
 - Adjusted Gross Income
- Alabama AGI
- Apportioned AGI
- Deductions
- Tax

Operation	Operand
Taxable Pensions and Annuities =	Taxable pensions and annuities
+	

Database Variables User Defined Variables Calculator Tools Brackets Conditions

State Tax Data

Variable List

- Individual Income Tax Data
 - Form 40
 - Income and Adjustments
 - AL tax withheld wages 1
 - AL tax withheld wages 2
 - AL tax withheld wages 3
 - AL tax withheld wages 4
 - AL total tax withheld
 - Salaries and wages 1
 - Salaries and wages 2
 - Salaries and wages 3
 - Salaries and wages 4
 - Total wages
 - Interest and dividend income
 - Part I -- Other income
 - Other income (front of form)
 - Total income (front of form)
 - Part II -- Adjustments to income
 - Total adjustments (front of form)
 - Adjusted gross income (front of form)



Tax Summary

Project Description:
 Base Policy Description: Default Policy 2010
 Alternative Policy Description: Default Policy 2010 Test for fta
 Unit of Analysis: Returns
 Filing Status Coverage: All
 Tax Year: 2012
 Classifier: AGI
 Economic Forecast: EconDefault
 Effective Tax Rate: Tax Classifier
 Resident Coverage: Residents

AGI Dollars	Number of Returns		Taxable Returns			AGI			Taxable Income			
	Sample (Units)	Aggregate (Units)	Base Plan (000s)	Alternative (000s)	Change (000s)	Base Plan (Millions)	Alternative (Millions)	Change (Millions)	Base Plan (Millions)	Alternative (Millions)	Change (Millions)	
-infinity	25000	295,583	299,507	161.26	148.65	-12.62	2,793.47	2,793.47	0.00	1,199.94	1,062.48	-137.47
25001	50000	135,788	137,590	130.41	130.39	-0.03	4,949.26	4,949.26	0.00	3,003.88	2,945.27	-58.60
50001	75000	70,718	71,657	69.37	69.37	-0.00	4,392.47	4,392.47	0.00	2,760.25	2,749.30	-10.96
75001	100000	40,345	40,881	39.93	39.93	0.00	3,533.04	3,533.04	0.00	2,296.22	2,293.31	-2.91
100001	125000	24,288	24,610	24.20	24.20	0.00	2,742.57	2,742.57	0.00	1,837.52	1,842.05	4.53
125001	150000	14,807	15,004	14.81	14.82	0.01	2,046.42	2,046.42	0.00	1,393.49	1,402.34	8.85
150001	175000	8,924	9,042	8.93	8.93	0.00	1,460.18	1,460.18	0.00	998.59	1,005.30	6.71
175001	200000	5,407	5,479	5.40	5.40	0.00	1,023.18	1,023.18	0.00	697.24	701.01	3.77
200001	250000	5,948	6,027	5.95	5.96	0.01	1,335.53	1,335.53	0.00	904.29	936.38	32.09
250001	500000	6,663	6,751	6.66	6.67	0.02	2,231.50	2,231.50	0.00	1,459.15	1,558.63	99.48
500001	1000000	1,907	1,932	1.90	1.90	0.01	1,305.46	1,305.46	0.00	836.31	877.56	41.26
1000001	infinity	800	811	0.78	0.78	0.00	2,168.31	2,168.31	0.00	1,413.00	1,443.33	30.33
Totals		611,178.00	619,290.97	469.60	457.00	-12.60	29,981.38	29,981.38	0.00	18,799.88	18,816.95	17.07

AGI Dollars	Tax			Distribution			Effective Tax Rate		
	Base Plan (Millions)	Alternative (Millions)	Change (Millions)	Base Plan (%)	Alternative (%)	Change (%)	Base Plan (%)	Alternative (%)	Change (%)
-infinity	53.03	46.75	-6.28	5.92%	5.21%	-0.71%	1.90%	1.67%	-0.22%
25001	141.26	138.34	-2.92	15.77%	15.42%	-0.35%	2.85%	2.80%	-0.06%
50001	131.31	130.77	-0.55	14.66%	14.57%	-0.08%	2.99%	2.98%	-0.01%
75001	109.99	109.84	-0.15	12.28%	12.24%	-0.03%	3.11%	3.11%	-0.00%
100001	88.30	88.53	0.22	9.86%	9.87%	0.01%	3.22%	3.23%	0.01%
125001	67.30	67.74	0.44	7.51%	7.55%	0.04%	3.29%	3.31%	0.02%
150001	48.40	48.73	0.33	5.40%	5.43%	0.03%	3.31%	3.34%	0.02%
175001	33.85	34.04	0.19	3.78%	3.79%	0.02%	3.31%	3.33%	0.02%
200001	43.98	45.57	1.59	4.91%	5.08%	0.17%	3.29%	3.41%	0.12%
250001	71.11	76.05	4.94	7.94%	8.48%	0.54%	3.19%	3.41%	0.22%
500001	40.76	42.80	2.04	4.55%	4.77%	0.22%	3.12%	3.28%	0.16%
1000001	66.59	68.08	1.49	7.43%	7.59%	0.15%	3.07%	3.14%	0.07%

Winners and Losers

Project Description:
 Base Policy Description: Default Policy 2010
 Alternative Policy Description: Default Policy 2010 Test for fta
 Unit of Analysis: Returns
 Filing Status Coverage: All
 Tax Year: 2012
 Classifier: AGI
 Economic Forecast: EconDefault
 Resident Coverage: Residents

AGI (Dollars)	Returns with a Tax Decrease			Returns with a Tax Increase			Total Tax Change			
	Number of Returns (Units)	Amount of Tax Decrease (Millions)	Average (S)	Number of Returns (Units)	Amount of Tax Increase (Millions)	Average (S)	Number of Returns (Units)	Amount of Tax Change (Millions)	Average (S)	Percent (%)
-infinity 25000	132,502.84	-6.28	-47.40	0.00	0.00	0.00	132,502.84	-6.28	-47.40	-462.51%
25001 50000	47,876.20	-2.92	-60.97	0.00	0.00	0.00	47,876.20	-2.92	-60.97	-214.95%
50001 75000	8,540.89	-0.55	-64.02	0.00	0.00	0.00	8,540.89	-0.55	-64.02	-40.27%
75001 100000	2,306.21	-0.15	-62.93	0.00	0.00	0.00	2,306.21	-0.15	-62.93	-10.69%
100001 125000	818.73	-0.05	-62.09	2,911.14	0.28	94.52	3,729.86	0.22	60.14	16.52%
125001 150000	320.19	-0.02	-68.63	1,321.31	0.46	350.26	1,641.50	0.44	268.55	32.46%
150001 175000	158.07	-0.01	-73.42	693.08	0.35	498.70	851.15	0.33	392.45	24.60%
175001 200000	109.43	-0.01	-75.69	331.34	0.20	590.23	440.77	0.19	424.90	13.79%
200001 250000	114.50	-0.01	-70.94	5,056.24	1.60	316.76	5,170.74	1.59	308.17	117.35%
250001 500000	123.62	-0.01	-73.28	5,540.58	4.94	892.40	5,664.20	4.94	871.32	363.45%
500001 1000000	16.21	-0.00	-67.74	1,516.87	2.04	1,347.12	1,533.08	2.04	1,332.16	150.40%
1000001 infinity	8.11	-0.00	-57.39	574.53	1.49	2,597.07	582.63	1.49	2,560.14	109.85%
Totals	192,895.00	-10.00	-51.86	17,945.09	11.36	633.08	210,840.09	1.36	6.44	100.00%

Chainbridge Software, Inc.
 Date Created Wed Oct 02 15:40:53 EDT 2013
 Admin

Diagnostic Table

Project Description:
 Base Policy Description: Default Policy 2010
 Alternative Policy Description: Default Policy 2010 Test for fta
 Resident Coverage: All (Residents and Non-Residents)
 Tax Year: 2012
 Economic Forecast: EconDefault

Variable	Baseline Policy		Alternative Policy		Policy Differences	
	Number of Returns (000s)	Aggregate Totals (000s)	Number of Returns (000s)	Aggregate Totals (000s)	Change in Returns (000s)	Change in Aggregate (000s)
Wages_4	528	27,224,793	528	27,224,793	0	0
Interest_and_Dividend_Income_5	97	2,547,809	97	2,547,809	0	0
Alimony_Received_9	2	32,939	2	32,939	0	0
Business_Income_or_Loss_10	102	-1,952,866	102	-1,952,866	0	0
Bonus_Depreciation_Business_11	0	0	0	0	0	0
Gain_or_Loss_from_Sales_of_Real_Estate_1	58	494,615	58	494,615	0	0
Taxable_IRA_Distributions_13	44	633,742	44	633,742	0	0
Taxable_Pensions_and_Annuities_14	59	821,257	59	821,257	0	0
Rents_Royalties_Trusts_etc_15	72	11,977,719	72	11,977,719	0	0
Farm_Income_or_Loss_16	17	-277,183	17	-277,183	0	0
Bonus_Depreciation_Farm_17	0	0	0	0	0	0
Other_Income_18	58	3,082,963	58	3,082,963	0	0
Total_Other_Income_19	267	14,813,186	267	14,813,186	0	0
Total_Income_20	609	44,585,789	609	44,585,789	0	0
Primary_IRA_Deduction_22	9	51,975	9	51,975	0	0
Spouse_s_IRA_Deduction_23	4	16,481	4	16,481	0	0
Payments_to_KEOGH_24	2	45,091	2	45,091	0	0
Penalty_on_Early_Withdrawal_of_Savings_2	5	1,229	5	1,229	0	0
Alimony_Paid_26	3	45,517	3	45,517	0	0
Adoption_Expenses_27	0	1,010	0	1,010	0	0
Moving_Expenses_28	3	8,465	3	8,465	0	0
Self_Employed_Health_Ins_Deduction_29	16	103,789	16	103,789	0	0
Payments_to_AL_PACT_30	2	5,998	2	5,998	0	0
Total_Adjustments_31	38	279,555	38	279,555	0	0
Total_Adjustments_33	38	279,555	38	279,555	0	0
Adjusted_Gross_Income_32	610	44,306,234	610	44,306,234	0	0
AGI_106	610	44,306,234	610	44,306,234	0	0
Apportioned_AGI_109	606	29,981,382	606	29,981,382	0	0
Medical_and_Dental_Expenses_37	165	850,870	165	850,870	0	0
AGI_Threshold_38	599	1,809,855	599	1,809,855	0	0
Excess_of_Medical_Expenses_over_AGI_Limit	605	-958,985	605	-958,985	0	0
Max_Excess_Medical_Expenses_at_Zero_40	112	584,853	112	584,853	0	0
Total_of_Taxes_Paid_42	372	2,286,215	372	2,286,215	0	0
Social_Security_Tax_110	528	1,669,533	528	1,669,533	0	0
Medicare_Tax_111	528	394,759	528	394,759	0	0

Property Tax Model

Policy Simulation Report Incidence Economic Manager Selected Model: Property Tax Model

Policy Creator - C:\PolicyLinks\Alabama Tax Models\Project Files\BHines\Property\Policy\Default All Property Tax 2014 with other.pol

File Tools Help

- [-] Default All Property Tax 2014 with other
 - [+] Real Property
 - [+] Personal Business Property
 - [+] Total Appraised Personal Property
 - [+] Database Assessed Personal Proper
 - [+] Personal Property Assessment Rate
 - [+] Assessed Personal Property
 - [+] Parameters
 - [+] Exemption Code
 - [+] State Mill Rate
 - [+] County No School Mill Rate
 - [+] County School Mill Rate
 - [+] City No School Mill Rate
 - [+] City School Mill Rate
 - [+] Initial Special Mill Rate
 - [+] Final Special Mill Rate
 - [+] Total All Millage
 - [+] State PP Tax
 - [+] Total PP Tax
 - [+] Final Property Tax Values
 - [+] All Appraised Property
 - [+] All Assessed Property
 - [+] All Property Tax

Operation	Operand	
All Appraised Property =	Total Appraised Value	Delete
	+ Total Appraised Personal Property	
	+	

Add to debug report

Database Variables | User Defined Variables | Calculator Tools | Brackets | Conditions

Real Property | Business Personal Property

Variable List

- [+] Total Property
- [+] Indicators
- [+] GIS Information
- [+] Mill Rates
- [+] Property Values and Tax



Property Tax Model

Policy Simulation Report Incidence Economic Manager Selected Model: Property Tax Model

Policy Creator - C:\PolicyLinks\Alabama Tax Models\Project Files\BHines\Property\Policy\Default All Property Tax 2014 with other.pol

File Tools Help

Default All Property Tax 2014 with other

- Real Property
 - Total Appraised Value
 - Database Assessment Value
 - Assessed Value
 - Parameters
 - Exemptions
 - State Exemption
 - County Exemption
 - County School Exemption
 - City Exemption
 - City School Exemption
 - Applying Exemptions
 - Initial State Value
 - State Value with Exemptio
 - Initial County Value
 - County Value with Exem
 - Initial County School Val
 - County School Value with
 - Initial City Value
 - City Value with Exemptio
 - Initial City School Value
 - City School Value with Ex
 - State Property Tax**
 - County No School Property Tax
 - County School Property Tax
 - City No School Property Tax
 - City School Property Tax
 - Special Property Tax
 - Total Real Property Taxes
- Personal Business Property
 - Total Appraised Personal Propert
 - Database Assessed Personal Pro
 - Personal Property Assessment R
 - Assessed Personal Property
 - Parameters
 - Exemption Code
 - State Mill Rate
 - County No School Mill Rate
 - County School Mill Rate
 - City No School Mill Rate
 - City School Mill Rate
 - Initial Special Mill Rate
 - Final Special Mill Rate
 - Total All Millage
 - State PP Tax
 - Total PP Tax
 - Final Property Tax Values
 - All Appraised Property
 - All Assessed Property
 - All Property Tax

Operation	Operand	
State Property Tax =	State Value with Exemption	Delete
	State Mill Rate	

Add to debug report

Database Variables User Defined Variables Calculator Tools Brackets Conditions

Real Property Business Personal Property

Variable List

- Total Property
 - Indicators
 - Tax Year
 - Exemption Code
 - Improvement Type
 - Total Square Feet
 - Land Use Code
 - GIS Information
 - County
 - Parcel ID
 - Zip Code
 - Total Acres
 - Mill Rates
 - Total Millage
 - State Mill Rate
 - County No School Mill Rate
 - County School Mill Rate
 - City No School Mill Rate
 - City School Mill Rate
 - Property Values and Tax



Property Tax Model
 Policy Simulation Report Incidence Economic Manager Selected Model: Property Tax Model

Report Generation

File Tools

Report Tree

- Report Parameters
- Reports
 - County Reports
 - CountyBook.xlsx
 - County Report All_All.htm
 - County Report All_Class 1.htm
 - County Report All_Class 2.htm
 - County Report All_Class 3.htm
 - County Report All_Class 4.htm
 - County Report All_Other.htm
 - County Report All_Personal Property.htm
 - County Report All_Real Property.htm
 - Custom Brackets
 - ALL
 - New Prop_Custom Brackets_ALLBK...
 - debug.htm
 - Tax_SummaryAll_All.htm
 - Tax_SummaryClass 1_All.htm
 - Tax_SummaryClass 2_All.htm
 - Tax_SummaryClass 3_All.htm
 - Tax_SummaryClass 4_All.htm
 - Tax_SummaryOther_All.htm
 - Tax_SummaryPersonal Property_Al...
 - Tax_SummaryReal Property_All.htm
 - Winners_and_LosersAll_All.htm
 - Winners_and_LosersClass 1_All.htm
 - Winners_and_LosersClass 2_All.htm
 - Winners_and_LosersClass 3_All.htm
 - Winners_and_LosersClass 4_All.htm
 - Winners_and_LosersOther_All.htm
 - Winners_and_LosersPersonal Propert...
 - Winners_and_LosersReal Property...
- comparison.htm
- MapReport.htm

Total Value Dollars		Number of Returns		Taxable Returns			Total Value			Assessed Value		
		Sample (Units)	Aggregate (Units)	Base Plan (000s)	Alternative (000s)	Change (000s)	Base Plan (Millions)	Alternative (Millions)	Change (Millions)	Base Plan (Millions)	Alternative (Millions)	Change (Millions)
-infinity	25000	943,262	943,262	845.26	845.32	0.05	8,525.41	8,525.41	0.00	1,310.22	1,310.22	0.00
25001	50000	403,321	403,321	363.09	363.11	0.02	14,800.62	14,800.62	0.00	2,087.72	2,087.72	0.00
50001	75000	300,331	300,331	264.06	264.07	0.01	18,578.91	18,578.91	0.00	2,471.22	2,471.22	0.00
75001	100000	232,308	232,308	203.55	203.56	0.01	20,206.48	20,206.48	0.00	2,559.03	2,559.03	0.00
100001	125000	194,171	194,171	172.09	172.10	0.01	21,750.67	21,750.67	0.00	2,665.04	2,665.04	0.00
125001	150000	156,846	156,846	140.95	140.96	0.01	21,479.60	21,479.60	0.00	2,574.81	2,574.81	0.00
150001	175000	120,921	120,921	110.10	110.11	0.01	19,566.91	19,566.91	0.00	2,332.01	2,332.01	0.00
175001	200000	90,833	90,833	83.90	83.91	0.01	16,972.60	16,972.60	0.00	2,009.38	2,009.38	0.00
200001	250000	121,858	121,858	114.09	114.11	0.01	27,134.80	27,134.80	0.00	3,230.10	3,230.10	0.00
250001	500000	187,998	187,998	180.28	180.32	0.04	62,868.34	62,868.34	0.00	7,827.91	7,827.91	0.00
500001	1000000	48,065	48,065	47.12	47.17	0.04	32,200.53	32,200.53	0.00	4,662.70	4,662.70	0.00
1000001	infinity	23,736	23,736	23.36	23.55	0.19	91,466.90	91,466.90	0.00	17,528.54	17,528.54	0.00
Totals		2,823,650.00	2,823,650.00	2,547.88	2,548.28	0.40	355,551.77	355,551.77	0.00	51,258.69	51,258.69	0.00

Total Value Dollars		Tax			Distribution			Effective Tax Rate		
		Base Plan (Millions)	Alternative (Millions)	Change (Millions)	Base Plan (%)	Alternative (%)	Change (%)	Base Plan (%)	Alternative (%)	Change (%)
-infinity	25000	19.65	19.79	0.14	2.14%	2.12%	-0.02%	0.23%	0.23%	0.00%
25001	50000	28.15	28.34	0.18	3.06%	3.03%	-0.03%	0.19%	0.19%	0.00%
50001	75000	32.66	32.91	0.25	3.55%	3.52%	-0.03%	0.18%	0.18%	0.00%
75001	100000	32.85	33.22	0.38	3.57%	3.56%	-0.01%	0.16%	0.16%	0.00%
100001	125000	33.72	34.40	0.67	3.67%	3.68%	0.02%	0.16%	0.16%	0.00%
125001	150000	32.67	33.52	0.85	3.55%	3.59%	0.04%	0.15%	0.16%	0.00%
150001	175000	30.48	31.30	0.83	3.31%	3.35%	0.04%	0.16%	0.16%	0.00%
175001	200000	26.90	27.68	0.78	2.92%	2.96%	0.04%	0.16%	0.16%	0.00%
200001	250000	45.19	46.50	1.31	4.91%	4.98%	0.07%	0.17%	0.17%	0.00%
250001	500000	122.27	125.68	3.41	13.29%	13.46%	0.17%	0.19%	0.20%	0.01%
500001	1000000	84.77	86.43	1.67	9.21%	9.25%	0.04%	0.26%	0.27%	0.01%
1000001	infinity	430.67	434.17	3.49	46.81%	46.49%	-0.33%	0.47%	0.47%	0.00%
Totals		919.98	933.94	13.96	100.00%	100.00%	0.00%	0.26%	0.26%	0.00%

Chainbridge Software, Inc

