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May 19, 2006

Subject: Tax Cut Relief Statistics for Kentucky

Thought you might be interested in the following information - shows the amazing impact President Bush's tax cuts are having on Kentuckians.

Tax Relief Provides Benefits to Kentucky Taxpayers

New estimates released by the Treasury Department show that hundreds of thousands of Kentucky taxpayers will enjoy a lighter burden this tax day thanks to the Economic Growth and Tax Relief Reconciliation Act Of 2001 (EGTRRA) and The Jobs and Growth Tax Relief Reconciliation Act Of 2003 (JGTRRA).

REDUCING TAXES

* 1,387,000 taxpayers in Kentucky will have lower income tax bills under EGTRRA and JGTRRA.

NEW 10-PERCENT BRACKET

* 1,221,000 taxpayers in Kentucky will benefit from the new 10-percent bracket enacted in EGTRRA and the JGTRRA acceleration to 2003 of the expansions of the bracket scheduled for 2008.

REDUCTION IN INCOME TAX RATES

* 257,000 taxpayers in Kentucky will benefit from the EGTRRA reduction in income tax rates above 15-percent and the JGTRRA acceleration to 2003 of the reductions scheduled for 2004 and 2006.

REDUCTION OF MARRIAGE PENALTY

* 453,000 married couples in Kentucky will benefit from the JGTRRA acceleration to 2003 of the EGTRRA provisions that increase the standard deduction for joint filers to double the amount for single filers and increase the width of the 15-percent bracket to twice the width for single filers. These two provisions were scheduled to phase in between 2005 and 2009.

INCREASE IN CHILD TAX CREDIT

* 371,000 married couples and single parents in Kentucky benefit from the increase in the child tax credit under EGTRRA and the JGTRRA acceleration to 2003 of the increase from \$600 to \$1,000 that was scheduled to phase in between 2005 and 2010.

REDUCED TAX RATES ON CAPITAL GAINS AND CORPORATE DIVIDENDS

* 271,000 taxpayers in Kentucky will benefit from the reduced tax

rates on capital gains and corporate dividends under JGTRRA.

SOURCE: Counts are for the number of returns filed in 2004 that would have benefited from the package. These estimates are based on tabulations from individual income tax returns processed by the Internal Revenue Service in 2004. Most of these returns covered tax year 2003.