

Estimated State Income Tax Under Proposed Tax Reform

Calculated Tax and Change based on tax calculator calculation according to formula as described below

Income	Number of Family Members (for tax purposes)					
	1	2	3	4	5	6
\$10,000	\$144 -72	\$0 -156	\$0 -96	\$0 -36	\$0 +24	\$0 +84
\$25,000	\$765 +135	\$495 -75	\$225 -285	\$0 -450	\$0 -390	\$0 -330
\$50,000	\$1800 +480	\$1530 +270	\$1260 +60	\$990 -150	\$720 -360	\$450 -570
\$60,900	\$2251 +630	\$1981 +420	\$1711 +210	\$1441 0	\$1171 -210	\$901 -420
\$75,000	\$2835 +825	\$2565 +615	\$2295 +405	\$2025 +195	\$1755 -15	\$1485 -225
\$100,000	\$3870 +1170	\$3600 +960	\$3330 +750	\$3060 +540	\$2790 +330	\$2520 +120
\$150,000	\$5940 +1860	\$5670 +1650	\$5400 +1440	\$5130 +1230	\$4860 +1020	\$4590 +810
\$200,000	\$8010 +2550	\$7740 +2340	\$7470 +2130	\$7200 +1920	\$6930 +1710	\$6660 +1500

	Shaded areas would pay higher income taxes under increase	New Tax Amount +/- Change
	Un-shaded areas would pay less	

Tax Calculator

This tax calculator compares the current Illinois individual income tax for households of any size with the proposed tax. It first applies a factor of 92% to income to arrive at federal adjusted gross income (AGI), which Illinois uses to calculate its income tax. Next, the total personal exemptions are subtracted from AGI (\$2000 times each family member for the current tax, \$6000 times each family member for the proposed tax). The result is then multiplied by the tax rate (3% current, 4.5% proposed). In addition, since state income taxes are deducted from federal taxable income for the purpose of calculating federal income taxes, some of the tax change would be recaptured as a federal tax refund. This would be based on a taxpayer's tax bracket and would only apply when itemizing deductions, and therefore is not included in the above calculations.

<http://budget.illinois.gov/taxcalculator.htm>

Formula:

$$[\text{Income}] \times .92 = [\text{Approximate AGI}]$$

$$[\text{Approximate AGI}] - \$6000 \times [\text{personal exemptions or \# of family members}] = [\text{Taxable Amount}]$$

$$[\text{Taxable Amount}] \times .045 \text{ tax rate} = [\text{estimated income tax under proposed change}]$$