



Impact of Tentative July 31 Tax Plan (Income Tax Surcharge Only on Top Income Households)							
All North Carolinians, 2008 income levels							
2008 Income Group	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Next 15%	Next 4%	Top 1%
Income Range	Less Than \$16,400	\$16,400 – \$28,600	\$28,600 – \$47,400	\$47,400 – \$77,000	\$77,000 – \$159,400	\$159,400 – \$373,100	\$373,100 – Or More
Average Income in Group	\$ 10,200	\$ 22,200	\$ 37,100	\$ 60,600	\$ 105,000	\$ 227,500	\$ 1,015,400
2-3% Surcharge on Post-Credit Income Tax Liability for Certain Taxpayers	—	—	—	0.00%	0.02%	0.11%	0.17%
Sales Tax Increase	0.57%	0.40%	0.35%	0.27%	0.21%	0.15%	0.11%
3% Corporate Income Tax Surcharge	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%
Alcohol Tax Hikes	0.03%	0.03%	0.02%	0.01%	0.01%	0.01%	0.00%
Tobacco Tax Hikes	0.06%	0.04%	0.02%	0.01%	0.01%	0.00%	0.00%
<b>TOTAL</b>	<b>0.66%</b>	<b>0.47%</b>	<b>0.39%</b>	<b>0.30%</b>	<b>0.26%</b>	<b>0.27%</b>	<b>0.28%</b>

SOURCE: Institute on Taxation and Economic Policy, July 2009