

APPENDIX C

Example Tax Bills for Hypothetical Retired Alaskans

		TAX PER YEAR			
		AGI tax, no standard deduction	AGI tax with standard deduction	TI tax, 2021 definition	TI tax, 2026 definition
	Income	Option 1	Option 2	Options 3a, 3b, 3c	Option 4
Single taxpayer: \$19k Social Security (SS) income, \$1k PFD	\$20,000	\$0	\$0	\$0	\$0
Married couple: \$38k SS, \$2k PFD	\$40,000	\$0	\$0	\$0	\$0
Married couple: \$38k SS, \$20k pension, \$2k PFD	\$60,000	\$613	\$113	\$0	\$0
Married couple: \$38k SS, \$40k pension, \$2k PFD	\$80,000	\$1,511	\$1,011	\$884	\$879
Married couple: \$38k SS, \$60k pension, \$2k PFD	\$100,000	\$2,308	\$1,808	\$1,680	\$1,675
		TAX PER WEEK			
Single taxpayer: \$19k Social Security (SS) income, \$1k PFD	\$20,000	\$0	\$0	\$0	\$0
Married couple: \$38k SS, \$2k PFD	\$40,000	\$0	\$0	\$0	\$0
Married couple: \$38k SS, \$20k pension, \$2k PFD	\$60,000	\$51.04	\$9.38	\$0	\$0
Married couple: \$38k SS, \$40k pension, \$2k PFD	\$80,000	\$125.94	\$84.27	\$73.65	\$73.23
Married couple: \$38k SS, \$60k pension, \$2k PFD	\$100,000	\$192.29	\$150.63	\$140.00	\$139.58
		TAX AS A SHARE OF INCOME			
Single taxpayer: \$19k Social Security (SS) income, \$1k PFD	\$20,000	0.00%	0.00%	0.00%	0.00%
Married couple: \$38k SS, \$2k PFD	\$40,000	0.00%	0.00%	0.00%	0.00%
Married couple: \$38k SS, \$20k pension, \$2k PFD	\$60,000	1.02%	0.19%	0.00%	0.00%
Married couple: \$38k SS, \$40k pension, \$2k PFD	\$80,000	1.89%	1.26%	1.10%	1.10%
Married couple: \$38k SS, \$60k pension, \$2k PFD	\$100,000	2.31%	1.81%	1.68%	1.68%

Notes: Analysis assumes tax parameters set at 2021 levels and a \$1,000 PFD. All taxpayers are assumed to claim the standard deduction.

SOURCE: Institute on Taxation and Economic Policy (ITEP) review of draft legislation provided by Alaska's Legislative Budget and Audit Committee.