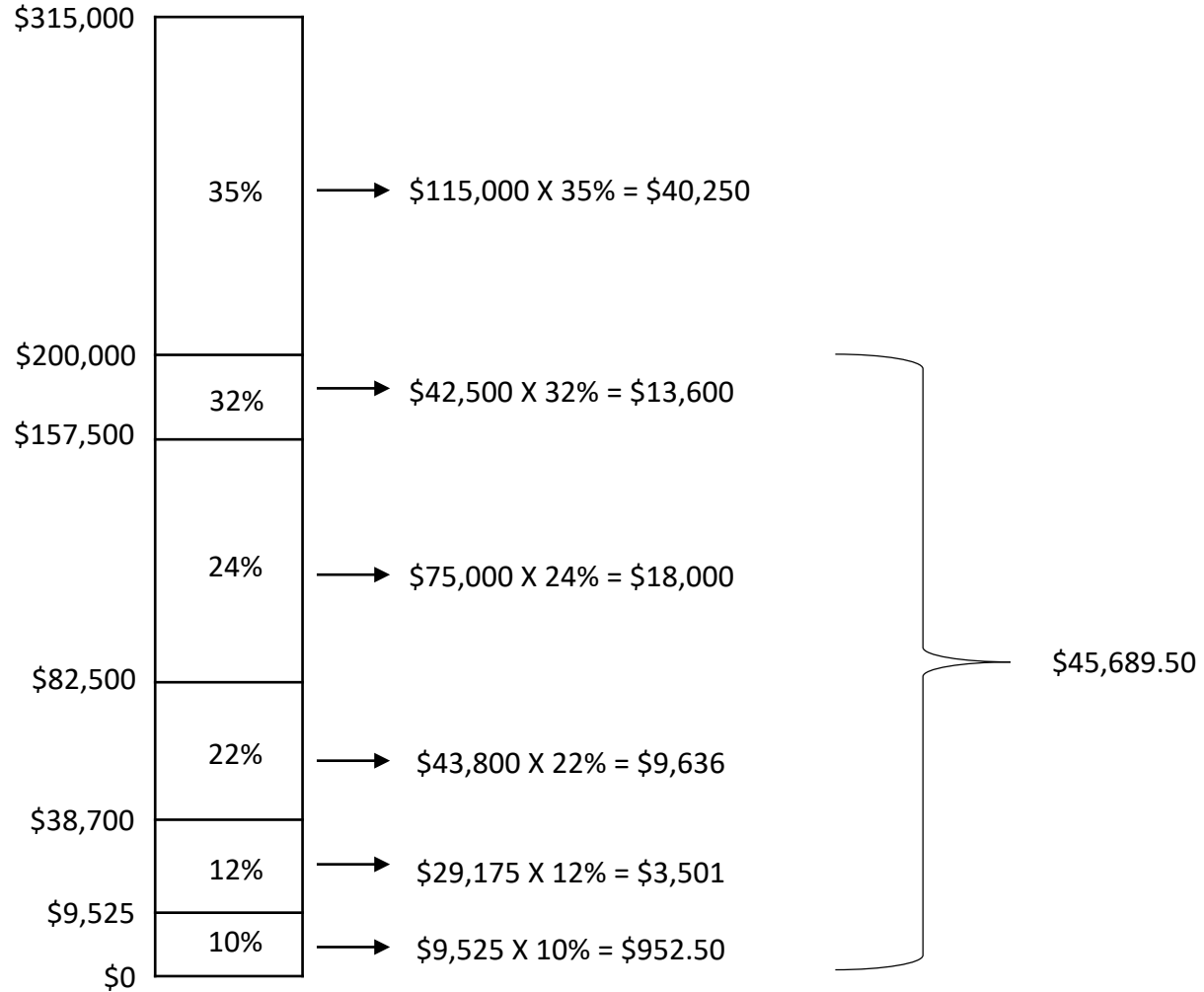


Unmarried - § 1(j)(2)(C) – no inflation adjustments  
Assume Taxable Income = \$315,000



# INCOME SPLITTING - Simplified example

Taxable Income <u>Bracket</u>	Marginal <u>Rate</u>	Husband has <u>\$100,000 T.I.</u>	Each has <u>\$50,000 T.I.</u>
0 - \$20,000	10%	\$2,000	\$2,000
0 - \$40,000		\$4,000	
0 - \$33,000		\$3,300	
\$20,001 - \$50,000	20%	\$6,000	\$6,000
\$40,001 - \$100,000		\$12,000	
\$33,001 - \$83,000		\$10,000	
\$50,001 +	30%	\$15,000	_____
\$100,001 +			
\$83,001 +		\$5,100	\$8,000
		_____	_____ X 2 spouses
		<b>\$23,000 tax</b>	
		<b>\$16,000 tax</b>	<b>\$16,000 tax</b>
		<b>\$18,400 tax</b>	

**Black** → single TP

**Red** → married (double brackets)

**Green** → married (compromise brackets)