

## TAX CUT IN THE SENATE-PASSED BUDGET RESOLUTION

- The budget resolution the Senate passed on April 6 calls for a \$1.188 trillion tax cut over the next 10 years (fiscal years 2002 through 2011).
- That is \$423 billion less than the \$1.611 trillion tax cut in the version of the President's budget introduced by Senate Republicans.
- An amendment offered by Senator Harkin reduced the tax cut from just over \$1.6 trillion to less than \$1.2 trillion. Subsequently-adopted amendments increased, then decreased, that amount, but the tax cut remained below \$1.2 trillion in the final version of the budget resolution.
- In addition to the \$1.188 trillion tax cut in 2002 through 2011, the Senate-passed budget resolution calls for an \$85 billion stimulus package that will provide relief to all income taxpayers this year (fiscal year 2001). The cost of the stimulus package is shown in the budget resolution as an increase in spending.

### SENATE REDUCTIONS IN SIZE OF BUSH TAX CUT (Fiscal Year 2002 through 2011, in billions of dollars)

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Bush Budget Tax Cut	1,611
Amendments adopted by the Senate:	
Harkin	-448
Bennett	42
Hutchison	69
Breaux	-70
Wellstone	-17
Enzi	<u>1</u>
Total reduction in size of tax cut	-423
Senate-passed Budget Resolution Tax Cut	1,188

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