

Click on PDF or Excel link above for additional tables containing more detail and breakdowns by filing status and demographic groups.

Table T17-0193
Distribution of Major Tax Provisions in Discussion Draft Version of Better Care Reconciliation ACT (BCRA) Released on July 13, 2017
Excludes Changes to Health Insurance Tax Credits
(Version Did Not Repeal High-Income Surtaxes)
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Summary Table

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units with Tax Increase or Cut ³				Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁵	
	With Tax Cut		With Tax Increase					Change (%) Points)	Under the Proposal
	Pct of Tax Units	Avg Tax Cut	Pct of Tax Units	Avg Tax Increase					
Less than 10	45.3	-340	0.0	0	2.5	3.2	-150	-2.3	4.4
10-20	97.2	-200	0.0	0	1.1	6.6	-190	-1.0	2.8
20-30	99.2	-200	0.0	0	0.7	7.9	-200	-0.7	4.2
30-40	99.5	-220	0.0	0	0.6	6.9	-220	-0.5	6.6
40-50	99.5	-230	0.0	0	0.5	5.5	-230	-0.4	9.4
50-75	99.8	-270	0.0	0	0.4	12.8	-260	-0.4	12.6
75-100	99.8	-300	0.0	0	0.3	9.6	-300	-0.3	14.8
100-200	99.9	-400	0.0	0	0.3	23.9	-400	-0.2	17.8
200-500	99.9	-640	0.0	0	0.2	14.6	-640	-0.2	22.3
500-1,000	99.9	-1,110	0.0	0	0.2	3.0	-1,100	-0.1	28.1
More than 1,000	99.8	-3,220	0.0	0	0.1	5.7	-3,210	-0.1	33.5
All	95.7	-330	0.0	0	0.3	100.0	-310	-0.3	19.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

Number of AMT Taxpayers (millions). Baseline: 5.6

Proposal: 5.6

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law. Proposal would repeal the following Affordable Care Act (ACA) taxes: the excise tax on employers offering inadequate health insurance coverage, the excise tax on individuals without adequate health insurance, and the excise taxes on health insurance providers, pharmaceutical manufacturers and importers, and medical device manufacturers and importers. The proposal would lower the threshold for the medical expense deduction to 7.5 percent. Analysis excludes changes to health insurance tax credits, Health Savings Accounts, and Medical Flexible Spending Accounts. This version of the BCRA would not repeal the 3.8 percent net investment income tax and 0.9 percent additional Medicare hospital insurance tax. For a description of TPC's current law baseline,

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate taxes; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

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Excludes Changes to Health Insurance Tax Credits
(Version Did Not Repeal High-Income Surtaxes)
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026¹
Detail Table

Expanded Cash Income Level (thousands of 2017 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	45.3	0.0	2.5	3.2	-150	-34.1	0.0	0.1	-2.3	4.4
10-20	97.2	0.0	1.1	6.6	-190	-26.9	-0.1	0.2	-1.0	2.8
20-30	99.2	0.0	0.7	7.9	-200	-13.5	-0.1	0.7	-0.7	4.2
30-40	99.5	0.0	0.6	6.9	-220	-7.3	-0.1	1.1	-0.5	6.6
40-50	99.5	0.0	0.5	5.5	-230	-4.3	-0.1	1.6	-0.4	9.4
50-75	99.8	0.0	0.4	12.8	-260	-2.7	-0.1	6.0	-0.4	12.6
75-100	99.8	0.0	0.3	9.6	-300	-1.9	0.0	6.6	-0.3	14.8
100-200	99.9	0.0	0.3	23.9	-400	-1.3	0.0	23.7	-0.2	17.8
200-500	99.9	0.0	0.2	14.6	-640	-0.8	0.1	22.7	-0.2	22.3
500-1,000	99.9	0.0	0.2	3.0	-1,100	-0.5	0.1	8.1	-0.1	28.1
More than 1,000	99.8	0.0	0.1	5.7	-3,210	-0.3	0.3	29.0	-0.1	33.5
All	95.7	0.0	0.3	100.0	-310	-1.3	0.0	100.0	-0.3	19.9

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Level, 2026¹

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	11,900	6.4	6,770	0.4	450	0.1	6,320	0.4	6.7
10-20	20,020	10.8	18,690	1.7	710	0.3	17,980	2.0	3.8
20-30	23,070	12.4	30,680	3.2	1,470	0.8	29,210	3.8	4.8
30-40	17,960	9.7	42,810	3.4	3,040	1.2	39,770	4.0	7.1
40-50	13,770	7.4	55,440	3.4	5,420	1.7	50,030	3.9	9.8
50-75	28,040	15.1	75,980	9.5	9,820	6.1	66,150	10.4	12.9
75-100	18,560	10.0	107,030	8.9	16,170	6.6	90,870	9.4	15.1
100-200	35,050	18.9	170,090	26.6	30,640	23.7	139,450	27.3	18.0
200-500	13,250	7.2	342,390	20.2	77,030	22.6	265,350	19.6	22.5
500-1,000	1,590	0.9	812,750	5.8	229,150	8.1	583,600	5.2	28.2
More than 1,000	1,030	0.6	3,758,310	17.2	1,262,900	28.7	2,495,410	14.3	33.6
All	185,430	100.0	120,930	100.0	24,390	100.0	96,540	100.0	20.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

Number of AMT Taxpayers (millions). Baseline: 5.6

Proposal: 5.6

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law. Proposal would repeal the following Affordable Care Act (ACA) taxes: the excise tax on employers offering inadequate health insurance coverage, the excise tax on individuals without adequate health insurance, and the excise taxes on health insurance providers, pharmaceutical manufacturers and importers, and medical device manufacturers and importers. The proposal would lower the threshold for the medical expense deduction to 7.5 percent. Analysis excludes changes to health insurance tax credits, Health Savings Accounts, and Medical Flexible Spending Accounts. This version of the BCRA would not repeal the 3.8 percent net investment income tax and 0.9 percent additional Medicare hospital insurance tax. For a description of TPC's current law baseline, <http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

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Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Single Tax Units

Expanded Cash Income Level (thousands of 2017 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	45.6	0.0	2.5	8.3	-150	-26.1	-0.1	0.4	-2.3	6.4
10-20	97.9	0.0	1.0	14.1	-170	-12.7	-0.2	1.7	-0.9	6.4
20-30	99.4	0.0	0.6	15.3	-170	-7.9	-0.2	3.2	-0.6	6.5
30-40	99.5	0.0	0.5	11.1	-180	-4.9	-0.1	3.9	-0.4	8.0
40-50	99.4	0.0	0.4	7.2	-170	-2.7	0.0	4.7	-0.3	11.1
50-75	99.8	0.0	0.3	14.5	-190	-1.6	0.0	15.7	-0.3	15.1
75-100	99.8	0.0	0.3	9.2	-250	-1.3	0.1	12.9	-0.2	18.3
100-200	99.8	0.0	0.2	13.3	-310	-0.9	0.2	26.1	-0.2	21.2
200-500	99.9	0.0	0.2	4.2	-510	-0.6	0.2	12.5	-0.2	25.2
500-1,000	99.2	0.0	0.2	0.7	-890	-0.4	0.1	3.4	-0.1	30.3
More than 1,000	99.3	0.0	0.1	1.8	-2,760	-0.2	0.2	15.4	-0.1	34.8
All	93.1	0.0	0.4	100.0	-200	-1.8	0.0	100.0	-0.3	17.4

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	10,210	11.0	6,720	1.2	580	0.6	6,140	1.3	8.6
10-20	15,120	16.3	18,550	4.7	1,360	2.0	17,200	5.3	7.3
20-30	16,450	17.7	30,630	8.5	2,160	3.4	28,470	9.6	7.1
30-40	11,650	12.6	42,740	8.4	3,610	4.0	39,120	9.3	8.5
40-50	7,870	8.5	55,330	7.3	6,330	4.7	49,000	7.9	11.4
50-75	14,290	15.4	75,190	18.1	11,520	15.6	63,670	18.6	15.3
75-100	6,890	7.4	106,070	12.3	19,690	12.9	86,380	12.1	18.6
100-200	7,840	8.5	162,600	21.4	34,770	25.9	127,830	20.5	21.4
200-500	1,530	1.7	336,220	8.6	85,180	12.4	251,040	7.8	25.3
500-1,000	140	0.2	817,970	2.0	248,310	3.3	569,650	1.7	30.4
More than 1,000	120	0.1	3,731,870	7.7	1,302,100	15.1	2,429,770	6.1	34.9
All	92,790	100.0	64,150	100.0	11,350	100.0	52,800	100.0	17.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law. Proposal would repeal the following Affordable Care Act (ACA) taxes: the excise tax on employers offering inadequate health insurance coverage, the excise tax on individuals without adequate health insurance, and the excise taxes on health insurance providers, pharmaceutical manufacturers and importers, and medical device manufacturers and importers. The proposal would lower the threshold for the medical expense deduction to 7.5 percent. Analysis excludes changes to health insurance tax credits, Health Savings Accounts, and Medical Flexible Spending Accounts. This version of the BCRA would not repeal the 3.8 percent net investment income tax and 0.9 percent additional Medicare hospital insurance tax. For a description of TPC's current law baseline, <http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

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(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

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Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Married Tax Units Filing Jointly

Expanded Cash Income Level (thousands of 2017 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	35.7	0.0	1.6	0.2	-100	-60.4	0.0	0.0	-1.6	1.0
10-20	93.9	0.0	0.9	0.9	-170	247.5	0.0	0.0	-0.9	-1.2
20-30	97.2	0.0	0.7	1.7	-220	-44.9	0.0	0.0	-0.7	0.9
30-40	99.0	0.0	0.6	2.2	-260	-15.9	0.0	0.1	-0.6	3.2
40-50	99.6	0.0	0.6	3.0	-330	-9.1	0.0	0.3	-0.6	5.9
50-75	99.8	0.0	0.5	10.0	-380	-5.3	-0.1	1.8	-0.5	8.8
75-100	100.0	0.0	0.4	9.9	-360	-2.7	-0.1	3.6	-0.3	12.0
100-200	99.9	0.0	0.3	33.7	-430	-1.5	-0.1	22.3	-0.3	16.6
200-500	99.9	0.0	0.2	23.8	-650	-0.9	0.0	27.2	-0.2	21.9
500-1,000	100.0	0.0	0.2	5.1	-1,110	-0.5	0.1	10.3	-0.1	27.8
More than 1,000	99.9	0.0	0.1	9.2	-3,240	-0.3	0.3	34.4	-0.1	33.3
All	98.8	0.0	0.3	100.0	-470	-1.0	0.0	100.0	-0.2	21.8

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	760	1.2	5,930	0.0	160	0.0	5,780	0.0	2.6
10-20	1,570	2.4	19,330	0.2	-70	0.0	19,400	0.3	-0.4
20-30	2,300	3.6	30,930	0.5	490	0.0	30,440	0.6	1.6
30-40	2,540	4.0	43,030	0.8	1,650	0.1	41,380	1.0	3.8
40-50	2,800	4.4	55,580	1.1	3,590	0.3	52,000	1.3	6.5
50-75	8,060	12.6	77,430	4.4	7,170	1.9	70,260	5.1	9.3
75-100	8,490	13.3	108,090	6.5	13,300	3.6	94,790	7.3	12.3
100-200	23,810	37.2	173,840	29.2	29,300	22.4	144,540	31.2	16.9
200-500	11,130	17.4	344,420	27.1	75,890	27.2	268,530	27.1	22.0
500-1,000	1,400	2.2	812,320	8.0	226,900	10.2	585,420	7.4	27.9
More than 1,000	860	1.3	3,687,400	22.4	1,232,800	34.1	2,454,600	19.1	33.4
All	64,090	100.0	220,880	100.0	48,520	100.0	172,350	100.0	22.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law. Proposal would repeal the following Affordable Care Act (ACA) taxes: the excise tax on employers offering inadequate health insurance coverage, the excise tax on individuals without adequate health insurance, and the excise taxes on health insurance providers, pharmaceutical manufacturers and importers, and medical device manufacturers and importers. The proposal would lower the threshold for the medical expense deduction to 7.5 percent. Analysis excludes changes to health insurance tax credits, Health Savings Accounts, and Medical Flexible Spending Accounts. This version of the BCRA would not repeal the 3.8 percent net investment income tax and 0.9 percent additional Medicare hospital insurance tax. For a description of TPC's current law baseline,

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(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

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(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

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Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Head of Household Tax Units

Expanded Cash Income Level (thousands of 2017 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	51.7	0.0	2.8	2.4	-260	25.3	-0.1	-0.4	-3.2	-15.6
10-20	96.7	0.0	1.4	11.1	-300	13.2	-0.5	-3.3	-1.6	-13.4
20-30	99.5	0.0	0.9	14.1	-290	26.0	-0.6	-2.4	-1.0	-4.6
30-40	99.6	0.0	0.9	15.0	-350	-19.8	-0.4	2.1	-0.8	3.4
40-50	99.6	0.0	0.6	10.8	-320	-7.7	-0.2	4.5	-0.6	6.9
50-75	99.8	0.0	0.5	18.5	-310	-3.6	-0.1	16.9	-0.4	11.0
75-100	99.7	0.0	0.3	8.7	-260	-1.7	0.3	17.2	-0.3	14.3
100-200	99.6	0.0	0.3	12.6	-360	-1.2	0.8	35.1	-0.2	18.1
200-500	98.8	0.0	0.4	5.1	-860	-1.2	0.3	14.8	-0.3	23.2
500-1,000	99.3	0.0	0.4	0.8	-2,060	-0.9	0.1	3.0	-0.3	28.9
More than 1,000	99.7	0.0	0.1	1.0	-3,930	-0.3	0.4	12.4	-0.1	33.2
All	97.7	0.0	0.5	100.0	-330	-3.3	0.0	100.0	-0.4	12.8

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	770	3.1	8,160	0.3	-1,020	-0.3	9,180	0.4	-12.5
10-20	3,040	12.3	19,050	3.1	-2,260	-2.8	21,300	4.0	-11.9
20-30	3,930	15.8	30,740	6.5	-1,120	-1.8	31,870	7.8	-3.7
30-40	3,440	13.8	42,890	7.9	1,800	2.5	41,090	8.8	4.2
40-50	2,740	11.0	55,540	8.2	4,170	4.7	51,370	8.7	7.5
50-75	4,810	19.4	75,860	19.7	8,620	17.0	67,240	20.1	11.4
75-100	2,670	10.8	106,200	15.3	15,480	16.9	90,730	15.1	14.6
100-200	2,860	11.5	160,800	24.7	29,480	34.4	131,310	23.3	18.3
200-500	480	1.9	315,180	8.1	74,070	14.4	241,100	7.1	23.5
500-1,000	30	0.1	797,580	1.3	232,730	3.0	564,850	1.1	29.2
More than 1,000	20	0.1	4,479,790	4.8	1,489,580	12.0	2,990,220	3.7	33.3
All	24,820	100.0	74,800	100.0	9,860	100.0	64,940	100.0	13.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

* Non-zero value rounded to zero; ** Insufficient data

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<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T17-0193
Distribution of Major Tax Provisions in Discussion Draft Version of Better Care Reconciliation ACT (BCRA) Released on July 13, 2017
Excludes Changes to Health Insurance Tax Credits
(Version Did Not Repeal High-Income Surtaxes)
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Tax Units with Children

Expanded Cash Income Level (thousands of 2017 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	49.1	0.0	3.0	1.2	-270	25.4	0.0	-0.1	-3.5	-17.1
10-20	96.3	0.0	1.3	4.7	-280	11.8	-0.1	-0.6	-1.5	-14.0
20-30	99.0	0.0	0.9	6.1	-280	20.0	-0.1	-0.5	-0.9	-5.4
30-40	99.3	0.0	0.8	6.2	-330	-30.4	-0.1	0.2	-0.8	1.8
40-50	99.7	0.0	0.7	5.5	-340	-9.1	-0.1	0.7	-0.6	6.2
50-75	99.8	0.0	0.6	12.9	-400	-4.9	-0.1	3.3	-0.5	10.3
75-100	99.8	0.0	0.4	9.1	-390	-2.6	-0.1	4.4	-0.4	13.4
100-200	99.8	0.0	0.3	25.4	-450	-1.5	0.0	22.2	-0.3	17.2
200-500	99.8	0.0	0.2	17.2	-640	-0.8	0.1	26.4	-0.2	22.0
500-1,000	99.9	0.0	0.2	4.3	-1,240	-0.5	0.1	10.4	-0.2	28.3
More than 1,000	99.9	0.0	0.1	7.3	-3,530	-0.3	0.3	33.5	-0.1	33.6
All	98.3	0.0	0.3	100.0	-450	-1.3	0.0	100.0	-0.3	20.7

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,110	2.0	7,870	0.1	-1,070	-0.1	8,950	0.1	-13.6
10-20	4,130	7.5	19,050	0.9	-2,390	-0.5	21,440	1.2	-12.6
20-30	5,400	9.7	30,790	1.8	-1,400	-0.4	32,190	2.4	-4.5
30-40	4,660	8.4	42,730	2.2	1,090	0.3	41,640	2.7	2.5
40-50	4,010	7.2	55,610	2.4	3,790	0.8	51,820	2.9	6.8
50-75	7,940	14.3	76,350	6.6	8,280	3.4	68,080	7.4	10.8
75-100	5,800	10.5	107,190	6.8	14,800	4.5	92,390	7.4	13.8
100-200	14,200	25.6	173,350	26.7	30,200	22.2	143,150	27.9	17.4
200-500	6,650	12.0	343,020	24.7	76,170	26.3	266,840	24.3	22.2
500-1,000	860	1.6	814,410	7.6	231,270	10.3	583,140	6.9	28.4
More than 1,000	520	0.9	3,678,600	20.6	1,240,780	33.2	2,437,810	17.3	33.7
All	55,490	100.0	166,150	100.0	34,770	100.0	131,370	100.0	20.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

* Non-zero value rounded to zero; ** Insufficient data

Note: Tax units with children are those claiming an exemption for children at home or away from home or with children qualifying for the Child Tax Credit or EITC.

(1) Calendar year. Baseline is current law. Proposal would repeal the following Affordable Care Act (ACA) taxes: the excise tax on employers offering inadequate health insurance coverage, the excise tax on individuals without adequate health insurance, and the excise taxes on health insurance providers, pharmaceutical manufacturers and importers, and medical device manufacturers and importers. The proposal would lower the threshold for the medical expense deduction to 7.5 percent. Analysis excludes changes to health insurance tax credits, Health Savings Accounts, and Medical Flexible Spending Accounts. This version of the BCRA would not repeal the 3.8 percent net investment income tax and 0.9 percent additional Medicare hospital insurance tax. For a description of TPC's current law baseline, <http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T17-0193
Distribution of Major Tax Provisions in Discussion Draft Version of Better Care Reconciliation ACT (BCRA) Released on July 13, 2017
Excludes Changes to Health Insurance Tax Credits
(Version Did Not Repeal High-Income Surtaxes)
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Elderly Tax Units

Expanded Cash Income Level (thousands of 2017 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	37.5	0.0	0.3	0.3	-20	-12.6	0.0	0.0	-0.3	1.8
10-20	97.8	0.0	0.3	2.9	-50	-14.7	0.0	0.2	-0.3	1.5
20-30	99.5	0.0	0.2	5.8	-60	-9.7	-0.1	0.6	-0.2	1.8
30-40	99.7	0.0	0.2	5.3	-70	-6.1	-0.1	0.9	-0.2	2.6
40-50	99.5	0.0	0.2	5.6	-110	-4.7	-0.1	1.2	-0.2	4.2
50-75	99.8	0.0	0.2	13.1	-150	-2.7	-0.1	4.9	-0.2	7.2
75-100	99.8	0.0	0.2	12.3	-220	-1.8	-0.1	6.8	-0.2	10.7
100-200	99.9	0.0	0.2	28.7	-340	-1.3	-0.1	21.7	-0.2	15.0
200-500	100.0	0.0	0.2	15.3	-610	-0.8	0.0	19.4	-0.2	21.7
500-1,000	99.6	0.0	0.1	2.5	-800	-0.4	0.1	7.3	-0.1	27.8
More than 1,000	99.9	0.0	0.1	7.5	-2,930	-0.2	0.3	36.8	-0.1	33.5
All	96.9	0.0	0.2	100.0	-180	-1.0	0.0	100.0	-0.2	16.5

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2017 dollars) ²	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,110	3.8	5,730	0.2	120	0.0	5,610	0.3	2.1
10-20	5,750	10.4	19,400	1.9	340	0.2	19,060	2.3	1.7
20-30	9,550	17.2	30,640	5.1	620	0.6	30,020	6.0	2.0
30-40	7,210	13.0	42,770	5.4	1,200	0.9	41,570	6.3	2.8
40-50	4,830	8.7	55,190	4.6	2,450	1.2	52,750	5.3	4.4
50-75	8,520	15.4	75,930	11.3	5,640	5.0	70,290	12.5	7.4
75-100	5,640	10.2	107,420	10.5	11,670	6.8	95,750	11.3	10.9
100-200	8,290	15.0	166,900	24.1	25,290	21.8	141,600	24.5	15.2
200-500	2,460	4.4	345,990	14.8	75,770	19.4	270,210	13.9	21.9
500-1,000	300	0.6	822,000	4.3	229,010	7.2	592,990	3.8	27.9
More than 1,000	250	0.5	4,142,860	18.2	1,390,420	36.5	2,752,450	14.5	33.6
All	55,390	100.0	103,870	100.0	17,360	100.0	86,510	100.0	16.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

* Non-zero value rounded to zero; ** Insufficient data

Note: Elderly tax units are those with either head or spouse (if filing jointly) age 65 or older.

(1) Calendar year. Baseline is current law. Proposal would repeal the following Affordable Care Act (ACA) taxes: the excise tax on employers offering inadequate health insurance coverage, the excise tax on individuals without adequate health insurance, and the excise taxes on health insurance providers, pharmaceutical manufacturers and importers, and medical device manufacturers and importers. The proposal would lower the threshold for the medical expense deduction to 7.5 percent. Analysis excludes changes to health insurance tax credits, Health Savings Accounts, and Medical Flexible Spending Accounts. This version of the BCRA would not repeal the 3.8 percent net investment income tax and 0.9 percent additional Medicare hospital insurance tax. For a description of TPC's current law baseline, <http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(5) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.