

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

Table T19-0058
Working Families Tax Relief Act, Alternate Specification
Eliminate Personal Exemption, Replace with Other Dependent Credit after 2025
Baseline: Current Law
2026
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Summary Table

Expanded Cash Income Level (thousands of 2019 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 Change (\$)	Pct of Tax Units	Avg Tax Change (\$)					
Less than 10	32.8	-1,550	0.1	100	8.4	-141.4	-510	-8.0	-3.0
10-20	54.1	-1,910	0.8	150	6.0	-500.4	-1,030	-5.7	-2.2
20-30	50.2	-2,160	12.4	190	3.8	-539.5	-1,060	-3.6	1.0
30-40	40.2	-2,370	29.9	210	2.3	-387.0	-890	-2.2	5.0
40-50	35.4	-2,270	42.5	220	1.5	-252.4	-710	-1.3	8.0
50-75	31.4	-2,080	56.7	470	0.6	-275.5	-390	-0.5	12.0
75-100	24.6	-1,620	71.4	830	-0.2	93.2	190	0.2	15.7
100-200	15.7	-1,400	81.9	1,640	-0.8	1,017.2	1,120	0.7	18.8
200-500	1.4	-1,610	83.3	3,000	-0.9	1,094.1	2,480	0.7	22.8
500-1,000	0.1	-620	8.2	2,160	0.0	11.1	180	0.0	26.8
More than 1,000	*	**	0.3	2,190	0.0	0.1	10	0.0	31.8
All	29.8	-1,980	46.8	1,300	0.0	100.0	20	0.0	19.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

Proposal: 4.3

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

(1) Calendar year. Baseline is current law. In addition to WFTRA, proposal would (a) extend the \$500 non-CTC qualifying other dependent credit beyond 2025, (b) allow taxpayers and spouses to qualify for the \$500 other dependent credit; (c) continue to index the \$500 other dependent credit after 2025, and (d) make the repeal of the personal exemption permanent.

<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.

Table T19-0058
Working Families Tax Relief Act, Alternate Specification
Baseline: Current Law
2026
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table

Expanded Cash Income Level (thousands of 2019 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	32.8	0.1	8.4	-141.4	-510	-158.5	-0.1	0.0	-8.0	-3.0
10-20	54.1	0.8	6.0	-500.4	-1,030	-163.8	-0.4	-0.2	-5.7	-2.2
20-30	50.2	12.4	3.8	-539.5	-1,060	-79.0	-0.5	0.1	-3.6	1.0
30-40	40.2	29.9	2.3	-387.0	-890	-30.2	-0.3	0.8	-2.2	5.0
40-50	35.4	42.5	1.5	-252.4	-710	-14.4	-0.2	1.3	-1.3	8.0
50-75	31.4	56.7	0.6	-275.5	-390	-4.3	-0.2	5.2	-0.5	12.0
75-100	24.6	71.4	-0.2	93.2	190	1.2	0.1	6.5	0.2	15.7
100-200	15.7	81.9	-0.8	1,017.2	1,120	3.7	0.8	23.9	0.7	18.8
200-500	1.4	83.3	-0.9	1,094.1	2,480	3.3	0.9	28.4	0.7	22.8
500-1,000	0.1	8.2	0.0	11.1	180	0.1	0.0	11.2	0.0	26.8
More than 1,000	*	0.3	0.0	0.1	10	0.0	0.0	22.8	0.0	31.8
All	29.8	46.8	0.0	100.0	20	0.1	0.0	100.0	0.0	19.9

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

Expanded Cash Income Percentile ^{2,3}	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	10,820	5.9	6,340	0.3	320	0.1	6,020	0.4	5.1
10-20	18,830	10.3	17,960	1.5	630	0.3	17,330	1.8	3.5
20-30	19,730	10.8	29,410	2.5	1,340	0.6	28,060	3.0	4.6
30-40	16,870	9.2	41,330	3.0	2,950	1.1	38,380	3.5	7.1
40-50	13,770	7.5	53,060	3.1	4,930	1.5	48,130	3.6	9.3
50-75	27,530	15.0	73,170	8.7	9,150	5.4	64,020	9.5	12.5
75-100	18,620	10.2	103,030	8.2	15,930	6.4	87,100	8.7	15.5
100-200	35,260	19.2	166,980	25.3	30,270	23.1	136,710	25.8	18.1
200-500	17,160	9.4	336,290	24.8	74,090	27.5	262,200	24.1	22.0
500-1,000	2,450	1.3	790,400	8.3	211,350	11.2	579,050	7.6	26.7
More than 1,000	990	0.5	3,366,070	14.3	1,068,810	22.8	2,297,270	12.2	31.8
All	183,320	100.0	127,020	100.0	25,250	100.0	101,780	100.0	19.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

Proposal: 4.3

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(1) Calendar year. Baseline is current law. In addition to WFTRA, proposal would (a) extend the \$500 non-CTC qualifying other dependent credit beyond 2025, (b) allow taxpayers and spouses to qualify for the \$500 other dependent credit; (c) continue to index the \$500 other dependent credit after 2025, and (d) make the repeal of the personal exemption permanent.

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(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.

Table T19-0058
Working Families Tax Relief Act, Alternate Specification
Baseline: Current Law
2026
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Single Tax Units

Detail Table - Single Tax Units	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	31.3	0.0	5.6	-65.7	-330	-75.3	-0.3	0.1	-5.2	1.7
10-20	50.5	0.9	4.2	-225.9	-710	-60.6	-0.9	0.6	-4.0	2.6
20-30	39.4	16.5	1.6	-124.9	-420	-19.0	-0.5	2.1	-1.5	6.2
30-40	22.4	44.7	0.4	-32.6	-140	-3.6	-0.1	3.5	-0.4	9.3
40-50	13.7	66.4	0.0	2.4	10	0.2	0.0	4.3	0.0	11.6
50-75	6.3	84.4	-0.5	99.9	310	2.8	0.3	14.5	0.4	15.5
75-100	2.8	93.5	-1.1	163.1	890	4.7	0.6	14.5	0.9	19.3
100-200	1.1	94.4	-0.9	242.9	1,180	3.5	0.9	28.3	0.7	21.8
200-500	0.4	69.1	-0.4	43.2	930	1.2	0.1	15.1	0.3	24.6
500-1,000	0.0	2.6	0.0	0.2	30	0.0	0.0	4.8	0.0	29.1
More than 1,000	0.0	0.0	0.0	0.0	0	0.0	-0.1	12.0	0.0	34.2
All	22.3	47.0	-0.1	100.0	50	0.4	0.0	100.0	0.1	18.2

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

Expanded Cash Income Percentile ^{2,3}	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	8,670	9.9	6,390	0.9	440	0.4	5,950	1.0	6.9
10-20	14,010	16.0	17,830	4.1	1,170	1.5	16,660	4.7	6.6
20-30	12,890	14.7	29,280	6.3	2,240	2.6	27,040	7.1	7.6
30-40	10,000	11.4	41,300	6.8	3,980	3.6	37,320	7.6	9.6
40-50	7,620	8.7	52,990	6.7	6,160	4.3	46,840	7.2	11.6
50-75	14,080	16.1	72,880	17.0	10,990	14.1	61,890	17.6	15.1
75-100	8,050	9.2	102,430	13.7	18,920	13.9	83,510	13.6	18.5
100-200	9,060	10.4	157,920	23.7	33,190	27.4	124,730	22.8	21.0
200-500	2,040	2.3	329,880	11.2	80,260	15.0	249,620	10.3	24.3
500-1,000	230	0.3	791,870	3.0	230,070	4.9	561,800	2.6	29.1
More than 1,000	110	0.1	3,628,670	6.4	1,239,370	12.1	2,389,300	5.2	34.2
All	87,480	100.0	69,040	100.0	12,520	100.0	56,520	100.0	18.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

Proposal: 4.3

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

(1) Calendar year. Baseline is current law. In addition to WFTRA, proposal would (a) extend the \$500 non-CTC qualifying other dependent credit beyond 2025, (b) allow taxpayers and spouses to qualify for the \$500 other dependent credit; (c) continue to index the \$500 other dependent credit after 2025, and (d) make the repeal of the personal exemption permanent.

<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

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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 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.

Table T19-0058
Working Families Tax Relief Act, Alternate Specification
Baseline: Current Law
2026
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Married Tax Units Filing Jointly

Detail Table - Married Tax Units Filing Jointly	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	19.6	*	11.5	-1.9	-560	-315.2	0.0	0.0	-11.1	-7.6
10-20	33.3	0.3	5.9	-5.6	-1,050	-353.9	-0.1	-0.1	-5.8	-4.1
20-30	47.4	0.5	5.7	-12.3	-1,660	-263.6	-0.2	-0.1	-5.6	-3.5
30-40	45.8	1.4	3.5	-11.3	-1,420	-118.7	-0.1	0.0	-3.4	-0.5
40-50	44.4	7.3	2.3	-8.9	-1,140	-46.3	-0.1	0.1	-2.2	2.5
50-75	48.3	26.1	1.4	-17.3	-910	-15.1	-0.2	1.2	-1.2	7.0
75-100	37.9	56.0	0.4	-7.2	-400	-3.1	-0.1	2.8	-0.4	11.8
100-200	21.1	77.7	-0.8	62.5	1,100	3.8	0.5	21.2	0.6	17.5
200-500	1.5	87.1	-1.1	102.0	2,780	3.8	0.8	34.4	0.8	22.5
500-1,000	0.1	9.1	0.0	1.1	200	0.1	-0.2	14.0	0.0	26.5
More than 1,000	*	0.3	0.0	0.0	10	0.0	-0.3	26.4	0.0	31.5
All	24.5	54.1	-0.3	100.0	580	1.3	0.0	100.0	0.3	21.5

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

Expanded Cash Income Percentile ^{2,3}	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,300	1.9	5,060	0.0	180	0.0	4,880	0.1	3.5
10-20	2,100	3.1	18,230	0.3	300	0.0	17,930	0.3	1.6
20-30	2,920	4.3	29,670	0.6	630	0.1	29,040	0.7	2.1
30-40	3,140	4.7	41,390	0.9	1,200	0.1	40,190	1.1	2.9
40-50	3,060	4.5	53,100	1.1	2,470	0.2	50,630	1.3	4.6
50-75	7,440	11.0	73,800	3.7	6,050	1.4	67,750	4.3	8.2
75-100	7,180	10.7	104,000	5.0	12,680	2.9	91,320	5.6	12.2
100-200	22,400	33.2	172,170	26.0	29,090	20.6	143,080	27.4	16.9
200-500	14,450	21.4	338,170	32.9	73,260	33.5	264,910	32.8	21.7
500-1,000	2,140	3.2	790,950	11.4	209,100	14.2	581,850	10.7	26.4
More than 1,000	840	1.2	3,211,050	18.1	1,011,030	26.8	2,200,010	15.7	31.5
All	67,390	100.0	220,220	100.0	46,840	100.0	173,370	100.0	21.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

Proposal: 4.3

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

(1) Calendar year. Baseline is current law. In addition to WFTRA, proposal would (a) extend the \$500 non-CTC qualifying other dependent credit beyond 2025, (b) allow taxpayers and spouses to qualify for the \$500 other dependent credit; (c) continue to index the \$500 other dependent credit after 2025, and (d) make the repeal of the personal exemption permanent.
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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 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.

Table T19-0058
Working Families Tax Relief Act, Alternate Specification
Baseline: Current Law
2026
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Head of Household Tax Units

Detail Table - Head of Household Tax Units	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	83.2	0.8	30.3	4.5	-2,690	253.0	-1.0	-1.3	-34.4	-48.1
10-20	92.6	0.7	14.3	17.5	-2,980	128.5	-4.0	-6.3	-16.1	-28.6
20-30	94.3	2.6	9.6	25.4	-2,990	188.8	-5.6	-7.8	-10.1	-15.4
30-40	90.5	7.4	6.8	22.0	-2,720	-244.2	-4.1	-2.6	-6.6	-3.9
40-50	88.3	10.1	4.8	15.5	-2,350	-62.4	-2.3	1.9	-4.4	2.7
50-75	79.2	20.1	2.6	21.0	-1,700	-21.4	-0.9	15.6	-2.3	8.6
75-100	57.1	42.3	0.6	3.2	-490	-3.3	2.7	19.1	-0.5	13.8
100-200	21.1	76.3	-0.9	-8.6	1,130	3.9	9.2	46.1	0.7	19.2
200-500	4.6	52.4	-0.3	-0.9	790	1.1	3.0	16.9	0.3	22.6
500-1,000	0.0	0.2	0.0	0.0	*	0.0	0.7	4.2	0.0	27.8
More than 1,000	*	0.0	0.0	0.0	0	0.0	2.4	14.2	0.0	31.3
All	73.7	22.5	2.6	100.0	-1,700	-16.8	0.0	100.0	-2.2	11.0

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

Expanded Cash Income Percentile ^{2,3}	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	690	2.8	7,810	0.3	-1,060	-0.3	8,870	0.4	-13.6
10-20	2,440	10.0	18,530	2.4	-2,320	-2.3	20,850	3.1	-12.5
20-30	3,530	14.5	29,660	5.6	-1,580	-2.3	31,240	6.8	-5.3
30-40	3,350	13.8	41,340	7.4	1,110	1.5	40,230	8.3	2.7
40-50	2,730	11.2	53,180	7.8	3,770	4.2	49,410	8.3	7.1
50-75	5,120	21.0	73,110	20.0	7,950	16.5	65,150	20.5	10.9
75-100	2,770	11.4	102,530	15.2	14,670	16.5	87,860	15.0	14.3
100-200	3,140	12.9	157,510	26.4	29,110	36.9	128,400	24.8	18.5
200-500	490	2.0	311,580	8.2	69,730	13.9	241,850	7.4	22.4
500-1,000	40	0.2	777,230	1.7	216,080	3.5	561,160	1.4	27.8
More than 1,000	20	0.1	5,149,670	5.0	1,613,750	11.8	3,535,920	4.0	31.3
All	24,370	100.0	76,810	100.0	10,150	100.0	66,670	100.0	13.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

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

Detail Table - Tax Units with Children	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	90.5	0.5	35.2	7.1	-3,100	264.9	-0.2	-0.3	-40.6	-55.9
10-20	95.5	0.9	14.9	24.7	-3,120	129.4	-0.6	-1.1	-16.8	-29.8
20-30	95.2	2.2	10.6	36.7	-3,310	197.1	-0.9	-1.4	-11.2	-16.8
30-40	94.8	3.5	7.4	31.5	-3,010	-373.0	-0.8	-0.6	-7.3	-5.3
40-50	94.3	4.3	5.4	22.0	-2,680	-80.4	-0.5	0.1	-5.0	1.2
50-75	87.3	11.9	3.1	34.6	-2,060	-27.0	-0.8	2.3	-2.8	7.6
75-100	75.0	24.3	1.2	12.3	-1,070	-7.6	-0.2	3.7	-1.0	12.6
100-200	40.2	58.9	-0.4	-16.4	590	2.0	0.9	21.4	0.4	18.0
200-500	2.8	83.5	-1.2	-53.5	3,100	4.2	2.1	33.7	0.9	22.9
500-1,000	*	5.0	0.0	-0.3	110	0.1	0.4	14.4	0.0	27.1
More than 1,000	*	0.1	0.0	0.0	*	0.0	0.7	27.6	0.0	31.9
All	62.3	31.3	0.6	100.0	-850	-2.5	0.0	100.0	-0.5	20.0

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

Expanded Cash Income Percentile ^{2,3}	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,090	2.0	7,640	0.1	-1,170	-0.1	8,810	0.1	-15.3
10-20	3,760	6.8	18,570	0.7	-2,410	-0.5	20,980	1.1	-13.0
20-30	5,260	9.4	29,630	1.7	-1,680	-0.5	31,310	2.2	-5.7
30-40	4,970	8.9	41,290	2.2	810	0.2	40,490	2.7	2.0
40-50	3,880	7.0	53,200	2.2	3,340	0.7	49,860	2.6	6.3
50-75	7,960	14.3	73,350	6.2	7,620	3.1	65,740	7.0	10.4
75-100	5,440	9.8	103,090	5.9	14,060	4.0	89,030	6.5	13.6
100-200	13,180	23.7	170,640	23.8	30,100	20.5	140,540	24.7	17.6
200-500	8,180	14.7	339,210	29.4	74,680	31.6	264,530	28.8	22.0
500-1,000	1,260	2.3	793,280	10.6	214,970	14.0	578,320	9.7	27.1
More than 1,000	510	0.9	3,203,200	17.3	1,022,870	26.9	2,180,330	14.8	31.9
All	55,700	100.0	169,520	100.0	34,770	100.0	134,750	100.0	20.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

Proposal: 4.3

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

(1) Calendar year. Baseline is current law. In addition to WFTRA, proposal would (a) extend the \$500 non-CTC qualifying other dependent credit beyond 2025, (b) allow taxpayers and spouses to qualify for the \$500 other dependent credit; (c) continue to index the \$500 other dependent credit after 2025, and (d) make the repeal of the personal exemption permanent.
<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.

Table T19-0058
Working Families Tax Relief Act, Alternate Specification
Baseline: Current Law
2026
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Elderly Tax Units

Detail Table - Elderly Tax Units	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	4.3	0.0	1.1	-0.5	-50	-45.1	0.0	0.0	-1.0	1.3
10-20	9.9	0.2	0.6	-2.2	-100	-32.5	-0.1	0.1	-0.6	1.2
20-30	7.0	5.5	0.2	-1.7	-60	-7.6	0.0	0.4	-0.2	2.3
30-40	16.8	11.0	0.2	-2.5	-90	-7.0	-0.1	0.7	-0.2	3.0
40-50	19.5	29.0	0.2	-2.1	-90	-3.7	-0.1	1.1	-0.2	4.2
50-75	18.1	52.2	-0.1	3.5	80	1.5	0.0	4.8	0.1	7.4
75-100	10.2	80.3	-0.5	12.4	460	4.1	0.1	6.5	0.5	11.4
100-200	3.7	92.8	-1.0	60.9	1,380	5.5	0.8	23.8	0.8	16.1
200-500	0.3	83.4	-0.7	31.6	1,990	2.8	0.2	23.9	0.6	21.6
500-1,000	0.2	15.6	-0.1	0.7	320	0.2	-0.2	9.7	0.0	25.7
More than 1,000	0.0	0.1	0.0	0.0	*	0.0	-0.6	28.7	0.0	31.7
All	10.6	44.4	-0.4	100.0	400	2.1	0.0	100.0	0.4	17.1

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

Expanded Cash Income Percentile ^{2,3}	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,810	3.6	5,240	0.2	120	0.0	5,120	0.2	2.3
10-20	4,410	8.8	18,460	1.4	310	0.1	18,140	1.7	1.7
20-30	6,090	12.1	29,420	3.1	720	0.5	28,700	3.6	2.4
30-40	5,450	10.8	41,380	3.9	1,320	0.7	40,060	4.5	3.2
40-50	4,810	9.6	53,030	4.4	2,330	1.2	50,700	5.1	4.4
50-75	8,810	17.5	72,850	11.1	5,330	4.9	67,530	12.4	7.3
75-100	5,430	10.8	103,320	9.7	11,280	6.3	92,040	10.4	10.9
100-200	8,920	17.8	163,710	25.3	24,930	23.0	138,780	25.7	15.2
200-500	3,220	6.4	339,150	18.9	71,370	23.8	267,770	17.9	21.0
500-1,000	470	0.9	784,180	6.4	200,900	9.8	583,280	5.7	25.6
More than 1,000	240	0.5	3,783,190	15.5	1,197,470	29.3	2,585,720	12.7	31.7
All	50,250	100.0	115,070	100.0	19,230	100.0	95,830	100.0	16.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-1)

Number of AMT Taxpayers (millions). Baseline: 6.8

Proposal: 4.3

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

(1) Calendar year. Baseline is current law. In addition to WFTRA, proposal would (a) extend the \$500 non-CTC qualifying other dependent credit beyond 2025, (b) allow taxpayers and spouses to qualify for the \$500 other dependent credit; (c) continue to index the \$500 other dependent credit after 2025, and (d) make the repeal of the personal exemption permanent.

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(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.