

Table T19-0050
10 Percent Surtax on Adjusted Gross Income (AGI) in Excess of \$2 Million for Married Filing Jointly (\$1 Million for others)
Baseline: Current Law
Distribution of Federal Tax Change by Adjusted Gross Income Percentile, 2029 ¹
Summary Table

Adjusted Gross Income Percentile ^{2,3}	Tax Units with Tax Increase or Cut ⁴				Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁶	
	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 (\$)					
Lowest Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	2.6
Second Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	8.3
Middle Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	15.1
Fourth Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	18.0
Top Quintile	0.0	0	1.9	340,250	-1.7	100.0	6,540	1.3	26.7
All	0.0	0	0.3	340,250	-0.8	100.0	930	0.7	20.5
Addendum									
80-90	0.0	0	0.0	0	0.0	0.0	0	0.0	20.5
90-95	0.0	0	0.0	0	0.0	0.0	0	0.0	22.2
95-99	0.0	0	0.0	0	0.0	0.0	0	0.0	26.1
Top 1 Percent	0.0	0	42.0	340,660	-6.5	100.0	143,170	4.4	36.1
Top 0.1 Percent	0.0	0	100.0	1,128,510	-11.5	81.2	1,128,510	7.8	39.7

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

Number of AMT Taxpayers (millions). Baseline: 7.4

Proposal: 7.4

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

(1) Calendar year. Baseline is the law currently in place for 2020 as of August 2, 2019. Proposal would: enact a surtax equal to 10 percent of adjusted gross income in excess of \$2 million for married couples filing jointly (\$1 million for others), unindexed. Proposal would be effective 01/01/2020.

<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) The income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2019 dollars): 20% \$16,200; 40% \$38,300; 60% \$70,800; 80% \$127,100; 90% \$182,700; 95% \$260,600; 99% \$695,300; 99.9% \$3,681,700.

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

(5) 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.

(6) 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.