

Table T20-0228
Tax Benefits of the Sec199A Deduction for Qualified Business Income (QBI)
Baseline: Current Law Plus Permanent Extension of the QBI Deduction
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		Benefit as a Percent of After-Tax Income ⁴	Share of Total Benefit	Average Benefit		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Benefit	Without Benefit			Dollars	Percent of Federal Taxes	With Provision	Without Provision	With Provision	Without Provision
Less than 10	0.1	99.9	0.0	0.0	0	0.1	0.1	0.1	4.7	4.8
10-20	2.9	97.1	0.0	0.1	*	0.5	0.2	0.2	2.9	3.0
20-30	5.7	94.3	0.0	0.2	10	0.6	0.6	0.6	4.6	4.6
30-40	10.0	90.0	0.0	0.3	20	0.6	1.1	1.0	7.2	7.3
40-50	16.0	84.0	0.1	0.4	20	0.5	1.5	1.4	9.4	9.5
50-75	20.7	79.3	0.1	1.4	40	0.5	5.3	5.3	12.7	12.7
75-100	34.0	66.0	0.1	2.4	100	0.6	6.3	6.2	15.6	15.7
100-200	67.5	32.5	0.2	10.4	240	0.8	23.3	23.1	18.6	18.7
200-500	99.6	0.4	0.4	21.5	980	1.3	28.7	28.6	22.7	23.0
500-1,000	99.8	0.2	0.9	14.7	4,880	2.3	11.1	11.2	27.1	27.7
More than 1,000	99.8	0.2	1.7	48.6	39,980	3.9	21.7	22.2	30.7	31.8
All	34.1	66.0	0.4	100.0	440	1.7	100.0	100.0	20.1	20.4

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

Expanded Cash Income Level (thousands of 2019 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	10,990	6.0	6,250	0.3	300	0.1	5,950	0.4	4.7
10-20	19,070	10.4	17,980	1.5	530	0.2	17,450	1.8	2.9
20-30	20,190	11.0	29,440	2.6	1,350	0.6	28,090	3.0	4.6
30-40	16,450	9.0	41,300	2.9	2,980	1.1	38,320	3.4	7.2
40-50	13,700	7.5	53,050	3.1	5,000	1.5	48,050	3.5	9.4
50-75	26,940	14.7	73,110	8.4	9,260	5.3	63,840	9.2	12.7
75-100	18,470	10.1	102,980	8.1	16,010	6.3	86,970	8.6	15.6
100-200	35,110	19.2	167,090	25.1	31,050	23.3	136,050	25.6	18.6
200-500	17,620	9.6	336,790	25.4	76,310	28.7	260,480	24.6	22.7
500-1,000	2,440	1.3	789,970	8.2	213,940	11.1	576,030	7.5	27.1
More than 1,000	980	0.5	3,377,010	14.2	1,035,270	21.7	2,341,740	12.3	30.7
All	183,320	100.0	127,370	100.0	25,550	100.0	101,810	100.0	20.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

Number of AMT Taxpayers (millions). Baseline: 6.6 Proposal: 6.7

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

(1) Calendar year. Baseline is the law currently in place for 2026 as of March 17, 2020 plus permanent extension of the Sec199A deduction for qualified business income (QBI). Table shows the tax benefit of the QBI deduction. This tax expenditure estimate does not include any potential payroll tax effect.

<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) Tax units with benefit are tax units with a net benefit of \$10 or more.

(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 T20-0228
Tax Benefits of the Sec199A Deduction for Qualified Business Income (QBI)
Baseline: Current Law Plus Permanent Extension of the QBI Deduction
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Single Tax Units

Expanded Cash Income Level (thousands of 2019 dollars) ²	Percent of Tax Units ³		Benefit as a Percent of After-Tax Income ⁴	Share of Total Benefit	Average Benefit		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Benefit	Without Benefit			Dollars	Percent of Federal Taxes	With Provision	Without Provision	With Provision	Without Provision
Less than 10	0.1	99.9	0.0	0.0	0	0.1	0.3	0.3	6.8	6.8
10-20	3.8	96.2	0.0	0.4	*	0.3	1.4	1.4	6.2	6.2
20-30	6.8	93.2	0.0	1.2	10	0.5	2.6	2.6	7.7	7.7
30-40	12.5	87.5	0.1	1.6	20	0.5	3.5	3.5	9.9	9.9
40-50	20.9	79.1	0.1	1.6	30	0.4	4.2	4.2	11.6	11.6
50-75	25.9	74.1	0.1	5.6	50	0.5	13.9	13.8	15.3	15.4
75-100	40.1	59.9	0.2	8.5	130	0.7	13.4	13.3	18.6	18.7
100-200	70.1	29.9	0.2	20.1	270	0.8	28.3	28.2	21.8	21.9
200-500	99.5	0.5	0.4	17.9	990	1.2	15.9	15.9	24.8	25.1
500-1,000	98.9	1.1	0.7	7.6	3,810	1.7	5.0	5.1	29.6	30.0
More than 1,000	98.9	1.1	1.7	35.4	40,650	3.5	11.2	11.4	32.4	33.5
All	23.1	76.9	0.3	100.0	140	1.1	100.0	100.0	18.4	18.6

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

Expanded Cash Income Level (thousands of 2019 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	8,660	9.9	6,330	0.9	430	0.3	5,890	1.0	6.8
10-20	13,910	15.9	17,850	4.1	1,100	1.4	16,750	4.7	6.2
20-30	13,160	15.1	29,290	6.3	2,250	2.6	27,040	7.2	7.7
30-40	9,620	11.0	41,250	6.5	4,060	3.5	37,190	7.2	9.9
40-50	7,750	8.9	52,980	6.7	6,130	4.2	46,850	7.3	11.6
50-75	13,940	15.9	73,000	16.7	11,160	13.9	61,850	17.3	15.3
75-100	7,880	9.0	102,400	13.2	19,030	13.4	83,370	13.2	18.6
100-200	9,230	10.6	158,370	24.0	34,440	28.3	123,930	23.0	21.8
200-500	2,220	2.5	324,670	11.8	80,350	15.9	244,320	10.9	24.8
500-1,000	250	0.3	778,070	3.1	229,920	5.0	548,160	2.7	29.6
More than 1,000	110	0.1	3,617,270	6.4	1,170,050	11.2	2,447,220	5.3	32.4
All	87,480	100.0	69,710	100.0	12,820	100.0	56,890	100.0	18.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

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

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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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(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 T20-0228
Tax Benefits of the Sec199A Deduction for Qualified Business Income (QBI)
Baseline: Current Law Plus Permanent Extension of the QBI Deduction
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 2019 dollars) ²	Percent of Tax Units ³		Benefit as a Percent of After-Tax Income ⁴	Share of Total Benefit	Average Benefit		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Benefit	Without Benefit			Dollars	Percent of Federal Taxes	With Provision	Without Provision	With Provision	Without Provision
Less than 10	*	**	0.0	0.0	0	0.1	0.0	0.0	3.3	3.3
10-20	0.3	99.7	0.0	0.0	*	0.4	0.0	0.0	1.0	1.0
20-30	2.9	97.1	0.0	0.0	*	0.4	0.1	0.1	1.8	1.8
30-40	6.6	93.4	0.0	0.0	10	0.7	0.1	0.1	2.6	2.6
40-50	10.7	89.3	0.0	0.1	20	0.7	0.2	0.2	4.9	4.9
50-75	19.0	81.0	0.1	0.5	40	0.7	1.4	1.4	8.2	8.3
75-100	33.6	66.4	0.1	1.1	90	0.7	2.9	2.9	12.3	12.4
100-200	68.2	31.8	0.2	8.3	240	0.8	20.5	20.3	17.2	17.4
200-500	99.7	0.3	0.4	22.9	990	1.3	34.9	34.7	22.3	22.6
500-1,000	100.0	0.0	0.9	16.6	4,980	2.4	14.1	14.1	26.8	27.4
More than 1,000	100.0	0.0	1.7	50.5	38,590	3.9	25.6	26.1	30.5	31.7
All	55.1	45.0	0.5	100.0	940	2.0	100.0	100.0	21.4	21.9

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

Expanded Cash Income Level (thousands of 2019 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	1,450	2.2	4,880	0.1	160	0.0	4,720	0.1	3.3
10-20	2,230	3.3	18,210	0.3	190	0.0	18,020	0.3	1.0
20-30	3,060	4.5	29,780	0.6	540	0.1	29,240	0.8	1.8
30-40	3,260	4.8	41,500	0.9	1,080	0.1	40,420	1.1	2.6
40-50	2,910	4.3	53,190	1.0	2,590	0.2	50,600	1.3	4.9
50-75	7,190	10.7	73,760	3.6	6,050	1.4	67,710	4.2	8.2
75-100	7,240	10.7	103,990	5.1	12,800	2.9	91,190	5.7	12.3
100-200	22,020	32.7	172,440	25.6	29,680	20.5	142,760	27.0	17.2
200-500	14,640	21.7	340,050	33.5	75,880	34.9	264,170	33.2	22.3
500-1,000	2,120	3.1	792,030	11.3	211,920	14.1	580,110	10.5	26.8
More than 1,000	830	1.2	3,225,580	18.0	983,730	25.6	2,241,860	15.9	30.5
All	67,390	100.0	220,230	100.0	47,220	100.0	173,010	100.0	21.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

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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.

Table T20-0228
Tax Benefits of the Sec199A Deduction for Qualified Business Income (QBI)
Baseline: Current Law Plus Permanent Extension of the QBI Deduction
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 2019 dollars) ²	Percent of Tax Units ³		Benefit as a Percent of After-Tax Income ⁴	Share of Total Benefit	Average Benefit		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Benefit	Without Benefit			Dollars	Percent of Federal Taxes	With Provision	Without Provision	With Provision	Without Provision
Less than 10	0.2	99.8	0.0	0.0	0	0.0	-0.3	-0.3	-14.3	-14.3
10-20	0.3	99.7	0.0	0.1	*	0.0	-2.5	-2.5	-12.8	-12.8
20-30	4.0	96.0	0.0	0.7	*	-0.3	-2.1	-2.1	-5.0	-5.0
30-40	5.0	95.0	0.0	1.4	10	0.8	1.6	1.6	3.0	3.0
40-50	6.9	93.1	0.0	1.9	20	0.4	4.1	4.0	7.2	7.3
50-75	9.1	90.9	0.0	4.9	20	0.3	15.5	15.4	10.9	11.0
75-100	19.5	80.5	0.1	5.8	50	0.3	16.4	16.3	14.6	14.6
100-200	56.9	43.1	0.1	20.6	140	0.5	37.3	37.1	18.8	18.9
200-500	98.4	1.6	0.2	14.6	550	0.8	15.5	15.5	22.7	22.9
500-1,000	97.9	2.1	0.6	6.2	3,450	1.6	3.3	3.4	28.3	28.8
More than 1,000	99.7	0.3	1.4	43.8	50,230	3.3	11.3	11.6	30.3	31.3
All	16.1	84.0	0.1	100.0	90	0.9	100.0	100.0	13.5	13.6

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

Expanded Cash Income Level (thousands of 2019 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	740	3.0	7,850	0.3	-1,120	-0.3	8,970	0.4	-14.3
10-20	2,630	10.8	18,510	2.6	-2,380	-2.5	20,890	3.4	-12.8
20-30	3,610	14.8	29,700	5.7	-1,480	-2.1	31,170	7.0	-5.0
30-40	3,190	13.1	41,220	7.0	1,240	1.6	39,980	7.9	3.0
40-50	2,660	10.9	53,070	7.6	3,840	4.1	49,230	8.1	7.2
50-75	4,920	20.2	72,560	19.1	7,930	15.5	64,630	19.6	10.9
75-100	2,770	11.4	102,300	15.1	14,910	16.4	87,380	14.9	14.6
100-200	3,180	13.0	157,450	26.7	29,600	37.3	127,850	25.1	18.8
200-500	560	2.3	305,090	9.2	69,380	15.5	235,710	8.2	22.7
500-1,000	40	0.2	772,180	1.6	218,740	3.3	553,440	1.3	28.3
More than 1,000	20	0.1	5,022,890	5.0	1,521,750	11.3	3,501,140	4.1	30.3
All	24,370	100.0	76,860	100.0	10,360	100.0	66,510	100.0	13.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

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Table T20-0228
Tax Benefits of the Sec199A Deduction for Qualified Business Income (QBI)
Baseline: Current Law Plus Permanent Extension of the QBI Deduction
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Tax Units with Children

Expanded Cash Income Level (thousands of 2019 dollars) ²	Percent of Tax Units ³		Benefit as a Percent of After-Tax Income ⁴	Share of Total Benefit	Average Benefit		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Benefit	Without Benefit			Dollars	Percent of Federal Taxes	With Provision	Without Provision	With Provision	Without Provision
Less than 10	0.1	99.9	0.0	0.0	0	0.0	-0.1	-0.1	-15.2	-15.2
10-20	0.8	99.2	0.0	0.0	*	-0.1	-0.5	-0.5	-13.6	-13.6
20-30	3.8	96.2	0.0	0.1	*	-0.3	-0.4	-0.4	-5.2	-5.2
30-40	6.5	93.5	0.0	0.1	10	1.3	0.2	0.2	2.0	2.0
40-50	8.3	91.7	0.0	0.2	20	0.5	0.7	0.7	6.6	6.6
50-75	11.3	88.7	0.1	0.6	30	0.4	3.0	2.9	10.5	10.5
75-100	22.3	77.7	0.1	1.1	80	0.5	3.9	3.8	13.8	13.9
100-200	62.4	37.6	0.2	7.6	220	0.7	20.6	20.4	18.1	18.3
200-500	99.8	0.2	0.4	21.6	980	1.3	33.1	32.9	23.0	23.3
500-1,000	99.9	0.1	0.9	16.7	5,070	2.3	14.0	14.0	27.8	28.4
More than 1,000	99.9	0.1	1.8	52.1	39,200	3.9	25.5	26.0	31.0	32.2
All	38.2	61.8	0.5	100.0	680	1.9	100.0	100.0	20.9	21.3

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

Expanded Cash Income Level (thousands of 2019 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	1,170	2.1	7,700	0.1	-1,170	-0.1	8,880	0.1	-15.2
10-20	4,060	7.3	18,400	0.8	-2,500	-0.5	20,900	1.1	-13.6
20-30	5,500	9.9	29,640	1.7	-1,550	-0.4	31,190	2.3	-5.2
30-40	4,760	8.6	41,220	2.1	820	0.2	40,410	2.6	2.0
40-50	3,730	6.7	53,030	2.1	3,480	0.7	49,550	2.5	6.6
50-75	7,630	13.7	72,950	5.9	7,660	3.0	65,290	6.7	10.5
75-100	5,370	9.6	103,080	5.9	14,240	3.9	88,840	6.4	13.8
100-200	13,140	23.6	170,420	23.7	30,920	20.6	139,500	24.6	18.1
200-500	8,360	15.0	339,160	30.0	78,090	33.1	261,080	29.2	23.0
500-1,000	1,250	2.3	791,160	10.5	219,760	14.0	571,400	9.6	27.8
More than 1,000	500	0.9	3,216,990	17.2	996,210	25.5	2,220,780	15.0	31.0
All	55,700	100.0	169,420	100.0	35,380	100.0	134,040	100.0	20.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

* 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.

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(3) Tax units with benefit are tax units with a net benefit of \$10 or more.

(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 T20-0228
Tax Benefits of the Sec199A Deduction for Qualified Business Income (QBI)
Baseline: Current Law Plus Permanent Extension of the QBI Deduction
Distribution of Federal Tax Change by Expanded Cash Income Level, 2026 ¹
Detail Table - Elderly Tax Units

Expanded Cash Income Level (thousands of 2019 dollars) ²	Percent of Tax Units ³		Benefit as a Percent of After-Tax Income ⁴	Share of Total Benefit	Average Benefit		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Benefit	Without Benefit			Dollars	Percent of Federal Taxes	With Provision	Without Provision	With Provision	Without Provision
Less than 10	0.1	99.9	0.0	0.0	0	0.4	0.0	0.0	1.8	1.8
10-20	1.2	98.8	0.0	0.0	*	0.5	0.1	0.1	1.3	1.3
20-30	4.6	95.4	0.0	0.1	*	0.6	0.4	0.4	2.2	2.2
30-40	12.9	87.1	0.0	0.2	10	0.7	0.7	0.7	2.9	2.9
40-50	25.7	74.3	0.0	0.4	20	0.7	1.1	1.1	4.1	4.2
50-75	35.6	64.4	0.1	1.7	40	0.8	4.6	4.6	6.9	6.9
75-100	53.8	46.2	0.1	3.0	110	1.0	6.2	6.1	10.3	10.4
100-200	74.9	25.1	0.2	14.1	320	1.3	22.5	22.3	14.7	14.9
200-500	99.3	0.7	0.5	21.7	1,270	1.8	25.0	24.9	20.4	20.8
500-1,000	99.6	0.4	0.8	11.3	4,620	2.3	10.4	10.4	25.4	26.0
More than 1,000	99.7	0.3	1.5	47.3	40,350	3.5	28.7	29.0	30.4	31.4
All	38.2	61.8	0.4	100.0	400	2.1	100.0	100.0	16.2	16.5

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

Expanded Cash Income Level (thousands of 2019 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	1,810	3.6	5,250	0.2	90	0.0	5,160	0.2	1.8
10-20	4,420	8.8	18,490	1.4	240	0.1	18,250	1.6	1.3
20-30	6,070	12.1	29,500	3.1	640	0.4	28,870	3.6	2.2
30-40	5,290	10.5	41,360	3.7	1,180	0.7	40,180	4.3	2.9
40-50	4,890	9.7	53,120	4.4	2,190	1.1	50,930	5.1	4.1
50-75	8,700	17.3	73,010	10.8	5,030	4.6	67,990	12.0	6.9
75-100	5,490	10.9	103,450	9.7	10,640	6.2	92,810	10.4	10.3
100-200	8,820	17.6	164,450	24.8	24,180	22.5	140,270	25.2	14.7
200-500	3,430	6.8	338,830	19.8	69,080	25.0	269,750	18.8	20.4
500-1,000	490	1.0	785,860	6.6	199,900	10.4	585,970	5.9	25.4
More than 1,000	240	0.5	3,797,880	15.3	1,152,970	28.7	2,644,910	12.7	30.4
All	50,250	100.0	116,540	100.0	18,860	100.0	97,680	100.0	16.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0319-2).

* 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 the law currently in place for 2026 as of March 17, 2020 plus permanent extension of the Sec199A deduction for qualified business income (QBI). Table shows the tax benefit of the QBI deduction. This tax expenditure estimate does not include any potential payroll tax effect.

<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) Tax units with benefit are tax units with a net benefit of \$10 or more.

(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.