

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

Table T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile, 2026 ¹
Summary Table

Expanded Cash Income Percentile ^{2,3}	Tax Units		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁵	
	Number (thousands)	Percent of Total				Change (%) Points)	Under the Proposal
Lowest Quintile	46,280	25.5	0.5	1.3	-80	-0.4	2.9
Second Quintile	40,160	22.1	0.9	5.6	-370	-0.8	7.5
Middle Quintile	37,090	20.5	1.2	12.0	-860	-1.0	12.9
Fourth Quintile	30,580	16.9	1.4	19.0	-1,640	-1.1	16.8
Top Quintile	25,650	14.1	2.0	63.6	-6,570	-1.5	24.6
All	181,360	100.0	1.5	100.0	-1,460	-1.2	19.1
Addendum							
80-90	13,290	7.3	1.5	14.0	-2,790	-1.2	19.9
90-95	6,300	3.5	1.7	10.5	-4,410	-1.3	21.9
95-99	4,880	2.7	3.1	24.2	-13,120	-2.3	24.5
Top 1 Percent	1,180	0.7	1.8	14.9	-33,430	-1.2	30.8
Top 0.1 Percent	120	0.1	0.8	3.3	-71,470	-0.6	31.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

Number of AMT Taxpayers (millions). Baseline: 6.7

Proposal: 0.2

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act ("The Tax Cuts and Jobs Act") permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

<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% \$26,300; 40% \$52,500; 60% \$92,900; 80% \$166,800; 90% \$242,700; 95% \$344,500; 99% \$829,000; 99.9% \$3,738,900.

(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 T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile, 2026 ¹
Detail Table

Expanded Cash Income Percentile ^{2,3}	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	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.5	1.3	-80	-13.3	-0.1	0.6	-0.4	2.9
Second Quintile	0.9	5.6	-370	-9.7	-0.1	3.3	-0.8	7.5
Middle Quintile	1.2	12.0	-860	-7.3	-0.1	9.7	-1.0	12.9
Fourth Quintile	1.4	19.0	-1,640	-6.2	0.0	18.3	-1.1	16.8
Top Quintile	2.0	63.6	-6,570	-5.7	0.3	67.7	-1.5	24.6
All	1.5	100.0	-1,460	-6.0	0.0	100.0	-1.2	19.1
Addendum								
80-90	1.5	14.0	-2,790	-5.6	0.1	15.1	-1.2	19.9
90-95	1.7	10.5	-4,410	-5.7	0.0	11.2	-1.3	21.9
95-99	3.1	24.2	-13,120	-8.5	-0.5	16.8	-2.3	24.5
Top 1 Percent	1.8	14.9	-33,430	-3.7	0.6	24.7	-1.2	30.8
Top 0.1 Percent	0.8	3.3	-71,470	-1.8	0.5	11.6	-0.6	31.5

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

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	46,280	25.5	17,460	3.7	580	0.6	16,880	4.5	3.3
Second Quintile	40,160	22.1	45,490	8.4	3,800	3.5	41,690	9.7	8.4
Middle Quintile	37,090	20.5	83,600	14.3	11,660	9.8	71,940	15.5	13.9
Fourth Quintile	30,580	16.9	147,170	20.8	26,380	18.4	120,790	21.4	17.9
Top Quintile	25,650	14.1	443,600	52.6	115,570	67.5	328,040	48.8	26.1
All	181,360	100.0	119,380	100.0	24,220	100.0	95,160	100.0	20.3
Addendum									
80-90	13,290	7.3	235,370	14.5	49,710	15.0	185,660	14.3	21.1
90-95	6,300	3.5	336,790	9.8	78,010	11.2	258,780	9.5	23.2
95-99	4,880	2.7	578,810	13.0	154,850	17.2	423,960	12.0	26.8
Top 1 Percent	1,180	0.7	2,795,020	15.3	893,730	24.1	1,901,290	13.0	32.0
Top 0.1 Percent	120	0.1	12,541,210	7.0	4,024,960	11.1	8,516,250	6.0	32.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

Number of AMT Taxpayers (millions). Baseline: 6.7 Proposal: 0.2

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act ("The Tax Cuts and Jobs Act") permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

<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% \$26,300; 40% \$52,500; 60% \$92,900; 80% \$166,800; 90% \$242,700; 95% \$344,500; 99% \$829,000; 99.9% \$3,738,900.

(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 T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹
Detail Table

Expanded Cash Income Percentile ^{2,3}	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		
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal	
Lowest Quintile	0.7	1.6	-110	-635.7	-0.1	-0.1	-0.7	-0.6	
Second Quintile	0.9	4.7	-330	-11.0	-0.1	2.5	-0.8	6.6	
Middle Quintile	1.1	9.6	-690	-7.4	-0.1	7.7	-0.9	11.6	
Fourth Quintile	1.3	18.2	-1,390	-6.2	0.0	17.5	-1.1	16.3	
Top Quintile	2.0	67.3	-5,520	-5.7	0.3	72.0	-1.5	24.2	
All	1.5	100.0	-1,460	-6.0	0.0	100.0	-1.2	19.1	
Addendum									
80-90	1.5	14.5	-2,330	-5.5	0.1	16.0	-1.2	19.7	
90-95	1.8	12.3	-4,000	-6.0	0.0	12.3	-1.4	21.6	
95-99	2.9	24.8	-10,620	-8.2	-0.4	17.9	-2.1	24.1	
Top 1 Percent	1.8	15.7	-28,570	-3.8	0.6	25.8	-1.2	30.5	
Top 0.1 Percent	0.9	3.5	-63,830	-1.8	0.5	12.2	-0.6	31.5	

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	37,950	20.9	16,310	2.9	20	0.0	16,300	3.6	0.1
Second Quintile	37,830	20.9	40,530	7.1	3,010	2.6	37,520	8.2	7.4
Middle Quintile	37,120	20.5	74,350	12.8	9,290	7.9	65,060	14.0	12.5
Fourth Quintile	34,570	19.1	128,390	20.5	22,330	17.6	106,060	21.3	17.4
Top Quintile	32,290	17.8	379,810	56.7	97,600	71.8	282,210	52.8	25.7
All	181,360	100.0	119,380	100.0	24,220	100.0	95,160	100.0	20.3
Addendum									
80-90	16,500	9.1	202,360	15.4	42,280	15.9	160,080	15.3	20.9
90-95	8,160	4.5	289,610	10.9	66,450	12.3	223,160	10.6	22.9
95-99	6,170	3.4	498,090	14.2	130,400	18.3	367,690	13.2	26.2
Top 1 Percent	1,460	0.8	2,390,900	16.1	758,730	25.2	1,632,170	13.8	31.7
Top 0.1 Percent	150	0.1	10,994,630	7.4	3,529,040	11.6	7,465,590	6.3	32.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

Number of AMT Taxpayers (millions). Baseline: 6.7 Proposal: 0.2

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act ("The Tax Cuts and Jobs Act") permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

<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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2019 dollars): 20% \$18,200; 40% \$35,800; 60% \$61,300; 80% \$102,500; 90% \$147,300; 95% \$208,000; 99% \$478,600; 99.9% \$2,149,000.

(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 T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹
Detail Table - Single Tax Units

Expanded Cash Income Percentile ^{2,3}	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	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.3	1.6	-40	-6.0	0.0	1.3	-0.3	4.6
Second Quintile	0.4	5.2	-130	-4.7	0.0	5.5	-0.4	8.1
Middle Quintile	0.9	16.1	-450	-6.2	-0.2	12.8	-0.8	12.0
Fourth Quintile	1.3	27.2	-990	-5.8	-0.2	22.9	-1.1	17.2
Top Quintile	1.5	50.8	-2,720	-4.4	0.3	57.2	-1.1	24.4
All	1.1	100.0	-590	-5.0	0.0	100.0	-0.9	17.5
Addendum								
80-90	1.5	17.3	-1,650	-5.3	-0.1	16.2	-1.1	20.6
90-95	1.6	12.0	-2,610	-5.5	-0.1	10.8	-1.3	21.9
95-99	2.2	16.1	-5,360	-6.1	-0.2	13.0	-1.6	24.6
Top 1 Percent	0.8	5.4	-8,880	-1.6	0.6	17.2	-0.5	32.4
Top 0.1 Percent	0.4	1.2	-19,550	-0.8	0.3	8.2	-0.3	33.0

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	22,610	26.1	12,580	5.0	620	1.4	11,960	5.9	4.9
Second Quintile	20,940	24.2	31,730	11.8	2,690	5.4	29,030	13.2	8.5
Middle Quintile	18,410	21.3	56,960	18.6	7,300	13.0	49,660	19.9	12.8
Fourth Quintile	14,080	16.3	93,410	23.3	17,030	23.1	76,380	23.4	18.2
Top Quintile	9,600	11.1	240,620	40.9	61,480	56.9	179,140	37.3	25.6
All	86,530	100.0	65,200	100.0	11,990	100.0	53,200	100.0	18.4
Addendum									
80-90	5,370	6.2	144,560	13.8	31,400	16.3	113,160	13.2	21.7
90-95	2,370	2.7	206,500	8.7	47,730	10.9	158,770	8.2	23.1
95-99	1,540	1.8	337,940	9.2	88,350	13.1	249,590	8.4	26.1
Top 1 Percent	310	0.4	1,672,860	9.3	551,010	16.6	1,121,850	7.6	32.9
Top 0.1 Percent	30	0.0	7,643,710	4.3	2,539,360	7.8	5,104,350	3.5	33.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act ("The Tax Cuts and Jobs Act") permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

<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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2019 dollars): 20% \$18,200; 40% \$35,800; 60% \$61,300; 80% \$102,500; 90% \$147,300; 95% \$208,000; 99% \$478,600; 99.9% \$2,149,000.

(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 T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹
Detail Table - Married Tax Units Filing Jointly

Expanded Cash Income Percentile ^{2,3}	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		
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal	
Lowest Quintile	0.7	0.6	-150	-254.5	0.0	0.0	-0.7	-0.4	
Second Quintile	0.8	1.8	-390	-11.3	-0.1	1.0	-0.7	5.7	
Middle Quintile	1.0	5.6	-850	-7.4	-0.1	4.7	-0.9	11.0	
Fourth Quintile	1.3	15.3	-1,720	-6.5	0.0	14.7	-1.1	15.7	
Top Quintile	2.1	78.3	-7,090	-6.2	0.1	79.4	-1.6	24.1	
All	1.8	100.0	-2,830	-6.3	0.0	100.0	-1.4	20.5	
Addendum									
80-90	1.5	14.5	-2,730	-5.7	0.1	16.2	-1.2	19.4	
90-95	1.9	13.4	-4,730	-6.3	0.0	13.4	-1.4	21.4	
95-99	3.1	29.7	-12,760	-8.7	-0.6	20.8	-2.3	23.9	
Top 1 Percent	2.1	20.7	-36,670	-4.6	0.5	28.9	-1.5	30.2	
Top 0.1 Percent	1.2	5.1	-95,940	-2.6	0.5	13.0	-0.8	31.3	

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	7,230	10.8	21,440	1.1	60	0.0	21,380	1.4	0.3
Second Quintile	8,880	13.3	53,570	3.5	3,470	1.0	50,100	4.1	6.5
Middle Quintile	12,460	18.7	96,620	8.7	11,440	4.7	85,180	9.9	11.8
Fourth Quintile	16,750	25.1	158,390	19.3	26,510	14.8	131,870	20.5	16.7
Top Quintile	20,840	31.3	444,960	67.3	114,360	79.3	330,610	64.0	25.7
All	66,670	100.0	206,560	100.0	45,080	100.0	161,480	100.0	21.8
Addendum									
80-90	10,040	15.1	234,920	17.1	48,240	16.1	186,680	17.4	20.5
90-95	5,340	8.0	329,680	12.8	75,410	13.4	254,270	12.6	22.9
95-99	4,400	6.6	558,630	17.8	146,250	21.4	412,390	16.8	26.2
Top 1 Percent	1,060	1.6	2,535,940	19.6	801,950	28.4	1,733,980	17.1	31.6
Top 0.1 Percent	100	0.2	11,715,650	8.5	3,763,580	12.5	7,952,070	7.4	32.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act ("The Tax Cuts and Jobs Act") permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

<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) 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2019 dollars): 20% \$18,200; 40% \$35,800; 60% \$61,300; 80% \$102,500; 90% \$147,300; 95% \$208,000; 99% \$478,600; 99.9% \$2,149,000.

(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 T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹
Detail Table - Head of Household Tax Units

Expanded Cash Income Percentile ^{2,3}	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		
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal	
Lowest Quintile	1.2	10.8	-300	15.9	-1.8	-8.1	-1.3	-9.7	
Second Quintile	1.8	29.1	-850	-27.1	-2.0	8.1	-1.7	4.5	
Middle Quintile	1.5	27.6	-1,150	-10.6	-0.3	24.1	-1.4	11.4	
Fourth Quintile	1.4	21.0	-1,580	-6.4	1.0	31.5	-1.2	17.2	
Top Quintile	0.8	11.4	-2,050	-2.6	3.1	44.4	-0.6	24.1	
All	1.4	100.0	-880	-9.3	0.0	100.0	-1.2	11.9	
Addendum									
80-90	1.3	7.2	-2,030	-4.7	0.7	15.1	-1.0	20.4	
90-95	1.1	3.1	-2,290	-3.7	0.5	8.2	-0.8	21.8	
95-99	0.3	0.5	-990	-0.8	0.6	6.5	-0.2	25.6	
Top 1 Percent	0.2	0.6	-4,190	-0.4	1.3	14.6	-0.1	30.8	
Top 0.1 Percent	0.3	0.5	-34,770	-0.6	0.8	9.1	-0.2	30.8	

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	7,620	31.6	22,630	9.9	-1,900	-6.4	24,530	12.4	-8.4
Second Quintile	7,310	30.3	50,360	21.2	3,130	10.0	47,230	22.8	6.2
Middle Quintile	5,120	21.2	85,150	25.1	10,870	24.4	74,280	25.2	12.8
Fourth Quintile	2,830	11.8	133,880	21.8	24,540	30.5	109,340	20.5	18.3
Top Quintile	1,180	4.9	322,680	21.9	79,710	41.3	242,970	19.0	24.7
All	24,120	100.0	72,090	100.0	9,440	100.0	62,650	100.0	13.1
Addendum									
80-90	750	3.1	202,670	8.8	43,370	14.4	159,300	8.0	21.4
90-95	290	1.2	271,240	4.5	61,510	7.7	209,730	4.0	22.7
95-99	110	0.5	478,420	3.0	123,440	5.9	354,980	2.6	25.8
Top 1 Percent	30	0.1	3,356,830	5.6	1,037,260	13.3	2,319,580	4.5	30.9
Top 0.1 Percent	*	0.0	19,408,990	3.5	6,015,030	8.3	13,393,960	2.8	31.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

(1) Calendar year. Baseline is the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act ("The Tax Cuts and Jobs Act") permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

<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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2019 dollars): 20% \$18,200; 40% \$35,800; 60% \$61,300; 80% \$102,500; 90% \$147,300; 95% \$208,000; 99% \$478,600; 99.9% \$2,149,000.

(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 T20-0248
Trump Administration’s Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹
Detail Table - Tax Units with Children

Expanded Cash Income Percentile ^{2,3}	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	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	1.2	3.0	-300	16.4	-0.3	-1.6	-1.3	-9.2
Second Quintile	1.7	7.8	-850	-22.4	-0.4	2.0	-1.5	5.3
Middle Quintile	1.4	10.7	-1,250	-9.1	-0.2	7.8	-1.2	12.4
Fourth Quintile	1.4	16.2	-2,000	-6.1	0.1	18.2	-1.2	17.7
Top Quintile	2.2	63.3	-8,280	-5.9	0.7	73.3	-1.6	25.6
All	1.8	100.0	-2,290	-6.8	0.0	100.0	-1.4	19.7
Addendum								
80-90	1.5	11.9	-3,060	-5.2	0.3	15.8	-1.2	21.0
90-95	2.3	12.2	-6,520	-6.9	0.0	12.0	-1.7	23.0
95-99	3.4	24.1	-15,990	-8.6	-0.4	18.8	-2.4	25.8
Top 1 Percent	1.9	15.1	-39,240	-4.0	0.8	26.8	-1.3	31.0
Top 0.1 Percent	0.9	3.1	-79,870	-1.8	0.6	12.0	-0.6	31.4

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	12,410	22.5	23,540	3.3	-1,850	-1.2	25,390	4.6	-7.9
Second Quintile	11,650	21.1	54,780	7.3	3,770	2.4	51,010	8.6	6.9
Middle Quintile	10,830	19.7	101,050	12.5	13,780	8.0	87,280	13.7	13.6
Fourth Quintile	10,250	18.6	173,910	20.3	32,700	18.1	141,200	21.0	18.8
Top Quintile	9,650	17.5	513,920	56.5	139,850	72.6	374,070	52.2	27.2
All	55,090	100.0	159,190	100.0	33,720	100.0	125,470	100.0	21.2
Addendum									
80-90	4,900	8.9	266,380	14.9	59,030	15.6	207,350	14.7	22.2
90-95	2,360	4.3	381,710	10.3	94,210	12.0	287,500	9.8	24.7
95-99	1,900	3.5	661,430	14.4	186,640	19.1	474,790	13.1	28.2
Top 1 Percent	490	0.9	3,072,190	17.0	992,540	26.0	2,079,650	14.6	32.3
Top 0.1 Percent	50	0.1	13,733,740	7.5	4,385,240	11.4	9,348,500	6.5	31.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

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 the law currently in place as of March 17, 2020. Proposal would make the individual income tax and estate tax provisions in the 2017 Tax Act (“The Tax Cuts and Jobs Act”) permanent. Includes provisions affecting: individual income tax rates; alternative minimum tax (AMT); standard deduction; personal exemptions; qualified business income; active pass-through losses; child tax credit; credit for other dependents; SSN requirements; itemized deductions; moving expenses; and estate tax.

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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) 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2019 dollars): 20% \$18,200; 40% \$35,800; 60% \$61,300; 80% \$102,500; 90% \$147,300; 95% \$208,000; 99% \$478,600; 99.9% \$2,149,000.

(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 T20-0248
Trump Administration's Budget Proposal to Make the Individual and Estate Tax Provisions in the 2017 Tax Act Permanent
Baseline: Current Law
Distribution of Federal Tax Change by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹
Detail Table - Elderly Tax Units

Expanded Cash Income Percentile ^{2,3}	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	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.1	0.2	-20	-9.7	0.0	0.2	-0.1	1.3
Second Quintile	0.1	0.7	-40	-4.5	0.0	1.2	-0.1	2.2
Middle Quintile	0.5	6.4	-330	-8.2	-0.1	5.5	-0.5	5.5
Fourth Quintile	1.3	19.5	-1,270	-9.5	-0.4	14.2	-1.1	10.5
Top Quintile	2.2	75.8	-5,970	-7.0	0.2	78.2	-1.7	22.1
All	1.4	100.0	-1,280	-7.2	0.0	100.0	-1.2	15.2
Addendum								
80-90	1.9	17.8	-2,780	-9.1	-0.3	13.7	-1.5	15.3
90-95	2.0	13.3	-4,090	-8.1	-0.1	11.5	-1.6	17.8
95-99	3.4	28.0	-11,570	-10.9	-0.8	17.6	-2.6	21.1
Top 1 Percent	1.6	16.7	-26,960	-3.5	1.3	35.4	-1.1	30.3
Top 0.1 Percent	0.5	2.5	-32,420	-1.0	1.2	19.4	-0.3	31.6

Baseline Distribution of Income and Federal Taxes
by Expanded Cash Income Percentile Adjusted for Family Size, 2026¹

Expanded Cash Income Percentile ^{2,3}	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	
Lowest Quintile	6,550	13.2	15,300	1.9	210	0.2	15,090	2.2	1.4
Second Quintile	12,240	24.6	36,640	8.3	850	1.2	35,790	9.7	2.3
Middle Quintile	12,460	25.1	66,390	15.2	3,980	5.6	62,410	17.1	6.0
Fourth Quintile	9,740	19.6	114,680	20.6	13,320	14.6	101,360	21.7	11.6
Top Quintile	8,060	16.2	362,230	53.8	85,930	78.0	276,300	49.0	23.7
All	49,710	100.0	109,200	100.0	17,860	100.0	91,340	100.0	16.4
Addendum									
80-90	4,080	8.2	180,880	13.6	30,390	14.0	150,490	13.5	16.8
90-95	2,050	4.1	259,480	9.8	50,350	11.7	209,130	9.5	19.4
95-99	1,540	3.1	445,730	12.6	105,760	18.3	339,970	11.5	23.7
Top 1 Percent	390	0.8	2,454,370	17.8	770,680	34.1	1,683,690	14.6	31.4
Top 0.1 Percent	50	0.1	10,243,860	9.3	3,270,390	18.2	6,973,470	7.6	31.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0920-1).

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

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