

Table T03-0192
Top Bracket of 39.6 Percent on Taxable Income Over \$900,000:
Distribution of Income Tax Change by Percentiles, 2005¹

AGI Class ²	Percent of Tax Units with Tax Change	Percent Change in After-Tax Income ³	Percent of Total Income Tax Change	Average Tax Change (\$)	Average Income Tax Rate ⁴	
					Current Law	Proposal
Lowest Quintile	0.0	0.0	0.0	0	-10.6	-10.6
Second Quintile	0.0	0.0	0.0	0	-5.4	-5.4
Middle Quintile	0.0	0.0	0.0	0	4.5	4.5
Fourth Quintile	0.0	0.0	0.0	0	9.0	9.0
Next 10 Percent	0.0	0.0	0.0	0	11.3	11.3
Next 5 Percent	0.0	0.0	0.0	0	14.0	14.0
Next 4 Percent	0.0	0.0	0.0	0	18.6	18.6
Top 1 Percent	12.4	-1.3	100.0	8,419	25.3	26.2
All	0.1	-0.2	100.0	84	12.9	13.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0503-1).

* Less than 0.05 percent. ** Less than \$1 in absolute value.

(1) Calendar year. Baseline is current law. Top rate of 39.6 percent would apply to taxable income of more than \$900,000 for singles, married couples filing a joint return, and heads of household; the bracket threshold for married individuals filing a separate return would be \$450,000.

(2) Tax units with negative AGI are excluded from the lowest quintile but are included in the totals. Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(3) After-tax income is AGI less individual income tax net of refundable credits.

(4) Average income tax, net of refundable credits, as a percentage of average AGI.