

**Table T07-0025**  
**Extend Child Tax Credit, Pre-EGTRRA Baseline with AMT Fix**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2010<sup>1</sup>**

Cash Income Percentile <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
<b>Lowest Quintile</b>	2.8	0.0	0.1	0.8	-7	-1.8	0.0	0.4	-0.1	4.0
<b>Second Quintile</b>	21.2	0.0	0.8	20.0	-165	-7.2	-0.2	2.4	-0.7	9.0
<b>Middle Quintile</b>	26.6	0.0	0.7	27.6	-227	-3.2	-0.2	7.7	-0.5	16.2
<b>Fourth Quintile</b>	29.5	0.0	0.4	30.5	-252	-1.6	-0.1	17.2	-0.3	20.7
<b>Top Quintile</b>	20.3	0.0	0.1	21.0	-173	-0.3	0.5	72.1	-0.1	28.1
<b>All</b>	20.1	0.0	0.3	100.0	-165	-0.9	0.0	100.0	-0.2	23.6
<b>Addendum</b>										
<b>Top 10 Percent</b>	8.2	0.0	0.0	4.1	-67	-0.1	0.5	56.5	0.0	29.6
<b>Top 5 Percent</b>	1.2	0.0	0.0	0.3	-8	0.0	0.4	44.2	0.0	30.9
<b>Top 1 Percent</b>	0.7	0.0	0.0	0.0	-5	0.0	0.3	26.4	0.0	33.5
<b>Top 0.5 Percent</b>	0.4	0.0	0.0	0.0	-4	0.0	0.2	21.4	0.0	34.5
<b>Top 0.1 Percent</b>	0.1	0.0	0.0	0.0	-1	0.0	0.1	13.1	0.0	36.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile, 2010<sup>1</sup>**

Cash Income Percentile <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
<b>Lowest Quintile</b>	30,349.0	19.6	9,317.0	375.0	8,942	4.0	2.5	3.1	0.4
<b>Second Quintile</b>	30,951.0	20.0	23,511.0	2,289.0	21,222	9.7	6.3	7.5	2.6
<b>Middle Quintile</b>	30,935.0	20.0	41,886.0	7,020.0	34,867	16.8	11.3	12.3	7.9
<b>Fourth Quintile</b>	30,943.0	20.0	72,976.0	15,353.0	57,622	21.0	19.6	20.4	17.3
<b>Top Quintile</b>	30,945.0	20.0	225,458.0	63,407.0	162,051	28.1	60.7	57.3	71.6
<b>All</b>	154,718.0	100.0	74,322.0	17,718.0	56,604	23.8	100.0	100.0	100.0
<b>Addendum</b>									
<b>Top 10 Percent</b>	15,472.0	10.0	334,549.0	99,145.0	235,403	29.6	45.0	41.6	56.0
<b>Top 5 Percent</b>	7,734.0	5.0	502,540.0	155,176.0	347,364	30.9	33.8	30.7	43.8
<b>Top 1 Percent</b>	1,547.0	1.0	1,384,540.0	463,781.0	920,759	33.5	18.6	16.3	26.2
<b>Top 0.5 Percent</b>	774.0	0.5	2,181,481.0	752,564.0	1,428,917	34.5	14.7	12.6	21.2
<b>Top 0.1 Percent</b>	155.0	0.1	6,319,084.0	2,297,187.0	4,021,896	36.4	8.5	7.1	13.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-1).

(1) Calendar year. Baseline is pre-EGTRRA law plus indexation of the AMT exemption at 2006 levels and allowance of personal credits against the AMT. Proposal includes the increased child credit amount and the increased child credit refundability rate.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) For the income levels at each quintile and the top income percentiles used in this table, see <http://www.taxpolicycenter.org/TaxModel/percentiles.cfm>

(4) Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.