

**Table T07-0143**  
**Repeal AMT and Implement 4% Surtax on AGI Above \$100,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Class, 2017<sup>1</sup>**

Cash Income Class (thousands of 2006 dollars) <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
Less than 10	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	4.7
10-20	0.0	0.0	0.0	-0.4	0	-0.1	0.0	0.6	0.0	5.0
20-30	0.3	0.0	0.0	-4.1	-5	-0.2	0.0	1.9	0.0	10.4
30-40	6.2	0.0	0.1	-25.5	-39	-0.6	0.0	2.9	-0.1	14.6
40-50	16.4	0.0	0.3	-71.7	-140	-1.4	-0.1	3.6	-0.2	17.5
50-75	28.5	0.1	0.7	-365.0	-413	-2.5	-0.3	9.8	-0.5	20.5
75-100	53.1	0.3	1.2	-564.0	-985	-3.8	-0.4	9.8	-0.9	22.6
100-200	56.9	14.5	1.0	-1,061.7	-1,224	-2.7	-0.8	26.6	-0.7	25.6
200-500	57.5	38.4	0.3	-221.4	-861	-0.8	-0.2	18.6	-0.2	28.9
500-1,000	14.1	82.7	-2.3	538.4	13,616	5.3	0.4	7.4	1.6	31.2
More than 1,000	8.8	88.8	-3.9	1,878.1	92,996	7.5	1.3	18.6	2.6	36.7
All	21.7	4.5	0.0	100.0	16	0.1	0.0	100.0	0.0	24.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Class, 2017<sup>1</sup>**

Cash Income Class (thousands of 2006 dollars) <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 Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	14,896	8.9	6,577	311	6,266	4.7	0.6	0.8	0.1
10-20	24,924	14.9	19,117	946	18,172	5.0	3.0	3.8	0.6
20-30	23,081	13.8	31,561	3,297	28,264	10.5	4.6	5.4	1.9
30-40	17,925	10.7	44,159	6,499	37,659	14.7	5.0	5.6	3.0
40-50	14,020	8.4	56,966	10,113	46,853	17.8	5.0	5.5	3.6
50-75	24,122	14.4	78,006	16,371	61,635	21.0	11.8	12.3	10.0
75-100	15,618	9.3	110,090	25,809	84,281	23.4	10.8	10.9	10.2
100-200	23,661	14.1	172,975	45,531	127,445	26.3	25.6	25.0	27.4
200-500	7,011	4.2	361,163	105,300	255,863	29.2	15.8	14.9	18.8
500-1,000	1,078	0.6	860,075	254,898	605,178	29.6	5.8	5.4	7.0
More than 1,000	551	0.3	3,622,846	1,234,897	2,387,949	34.1	12.5	10.9	17.3
All	167,480	100.0	95,452	23,507	71,945	24.6	100.0	100.0	100.0

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

Number of AMT Taxpayers (millions). Baseline: 39.1 Proposal: 0.0

(1) Calendar year. Baseline is current law. Proposal repeals the individual alternative minimum tax and implements a 4 percent surtax on adjusted gross incomes above \$200,000 for joint tax units and \$100,000 for other filing statuses. Values are presented in 2007 dollars and indexed for inflation.

(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) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) 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.

(5) 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.