

**Table T07-0145**  
**2001-2006 Tax Cuts Plus Repeal AMT and Implement 4% Surtax on AGI Above \$100,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Class Against Pre-EGTRRA Baseline, 2010<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	3.8	0.1	0.1	0.0	-5	-2.1	0.0	0.2	-0.1	4.3
10-20	45.8	0.5	1.2	1.5	-177	-20.1	-0.1	0.7	-1.1	4.3
20-30	75.9	0.3	2.4	3.9	-561	-18.0	-0.2	2.2	-2.1	9.4
30-40	85.1	0.1	2.5	4.1	-792	-13.3	-0.1	3.3	-2.1	13.6
40-50	91.0	0.1	2.3	3.9	-905	-10.1	0.0	4.3	-1.9	16.5
50-75	97.6	0.0	2.6	9.9	-1,358	-9.7	0.2	11.4	-2.0	18.8
75-100	99.1	0.0	3.2	10.9	-2,352	-11.0	0.0	10.8	-2.5	20.1
100-200	99.5	0.1	4.1	27.7	-4,479	-11.9	-0.3	25.3	-3.1	22.5
200-500	99.3	0.4	5.0	19.3	-11,122	-12.6	-0.3	16.6	-3.6	24.8
500-1,000	98.7	0.8	4.5	6.3	-23,228	-10.4	0.1	6.8	-3.2	27.3
More than 1,000	98.6	1.2	4.2	12.2	-85,991	-7.6	0.7	18.4	-2.7	32.7
All	74.0	0.2	3.5	100.0	-1,967	-11.0	0.0	100.0	-2.7	21.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Class, 2010<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	17,249	11.2	6,020	263	5,756	4.4	0.9	1.1	0.2
10-20	25,257	16.3	16,275	883	15,392	5.4	3.6	4.5	0.8
20-30	21,136	13.7	26,983	3,108	23,875	11.5	5.0	5.8	2.4
30-40	15,865	10.3	37,911	5,942	31,969	15.7	5.2	5.8	3.4
40-50	13,044	8.4	48,808	8,942	39,866	18.3	5.5	6.0	4.2
50-75	22,180	14.3	67,154	13,958	53,196	20.8	13.0	13.5	11.2
75-100	14,059	9.1	94,376	21,328	73,048	22.6	11.5	11.8	10.8
100-200	18,782	12.1	147,048	37,610	109,438	25.6	24.0	23.5	25.5
200-500	5,289	3.4	310,634	88,295	222,339	28.4	14.3	13.5	16.9
500-1,000	831	0.5	738,482	224,439	514,043	30.4	5.3	4.9	6.7
More than 1,000	431	0.3	3,204,623	1,134,926	2,069,697	35.4	12.0	10.2	17.7
All	154,718	100.0	74,322	17,886	56,437	24.1	100.0	100.0	100.0

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

Number of AMT Taxpayers (millions). Baseline: 16.5 Proposal: 0.0

(1) Calendar year. Baseline is pre-EGTRRA 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.