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**Table T08-0155**  
**Individual Income and Estate Tax Provisions in the 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2009<sup>1</sup>**  
**Summary Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase				Change (%)	Under the Proposal
<b>Lowest Quintile</b>	24.5	0.5	0.7	0.8	-69	-0.6	4.6
<b>Second Quintile</b>	81.3	0.4	2.6	6.3	-624	-2.2	10.7
<b>Middle Quintile</b>	95.5	0.1	2.6	10.2	-1,108	-2.1	16.8
<b>Fourth Quintile</b>	99.0	0.0	3.3	17.6	-2,283	-2.6	19.4
<b>Top Quintile</b>	99.5	0.0	4.8	65.0	-9,530	-3.4	25.4
<b>All</b>	74.7	0.2	3.8	100.0	-2,173	-2.9	21.2
<b>Addendum</b>							
<b>80-90</b>	99.4	0.0	4.2	14.8	-4,292	-3.2	21.6
<b>90-95</b>	99.8	0.0	4.1	9.8	-5,876	-3.1	22.9
<b>95-99</b>	99.5	0.0	4.2	14.0	-10,289	-3.0	25.2
<b>Top 1 Percent</b>	99.2	0.1	6.1	26.4	-76,294	-4.0	29.6
<b>Top 0.1 Percent</b>	99.4	0.1	6.8	13.6	-389,776	-4.4	31.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline: 15.8 Proposal: 4.8

(1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

(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) The cash 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 2008 dollars): 20% \$18,981, 40% \$37,595, 60% \$66,354, 80% \$111,645, 90% \$160,972, 95% \$226,918, 99% \$603,402, 99.9% \$2,871,682.

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

(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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2009<sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	24.5	0.5	0.7	0.8	-69	-12.3	0.0	0.8	-0.6	4.6
Second Quintile	81.3	0.4	2.6	6.3	-624	-17.2	-0.3	4.1	-2.2	10.7
Middle Quintile	95.5	0.1	2.6	10.2	-1,108	-11.3	0.1	11.0	-2.1	16.8
Fourth Quintile	99.0	0.0	3.3	17.6	-2,283	-11.8	0.0	17.9	-2.6	19.4
Top Quintile	99.5	0.0	4.8	65.0	-9,530	-11.8	0.1	66.1	-3.4	25.4
All	74.7	0.2	3.8	100.0	-2,173	-12.0	0.0	100.0	-2.9	21.2
<b>Addendum</b>										
80-90	99.4	0.0	4.2	14.8	-4,292	-12.8	-0.1	13.7	-3.2	21.6
90-95	99.8	0.0	4.1	9.8	-5,876	-11.8	0.0	10.0	-3.1	22.9
95-99	99.5	0.0	4.2	14.0	-10,289	-10.7	0.2	16.0	-3.0	25.2
Top 1 Percent	99.2	0.1	6.1	26.4	-76,294	-12.0	0.0	26.4	-4.0	29.6
Top 0.1 Percent	99.4	0.1	6.8	13.6	-389,776	-12.2	0.0	13.3	-4.4	31.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
Lowest Quintile	39,102	26.0	10,744	561	10,184	5.2	3.7	4.6	0.8
Second Quintile	32,942	21.9	28,057	3,624	24,433	12.9	8.2	9.4	4.4
Middle Quintile	30,075	20.0	51,924	9,834	42,090	18.9	13.8	14.7	10.9
Fourth Quintile	25,152	16.7	87,992	19,317	68,676	22.0	19.6	20.1	17.9
Top Quintile	22,287	14.8	279,244	80,536	198,708	28.8	55.0	51.6	66.0
All	150,241	100.0	75,289	18,110	57,178	24.1	100.0	100.0	100.0
<b>Addendum</b>									
80-90	11,264	7.5	135,143	33,442	101,700	24.8	13.5	13.3	13.8
90-95	5,439	3.6	192,266	49,889	142,377	26.0	9.3	9.0	10.0
95-99	4,454	3.0	340,985	96,243	244,742	28.2	13.4	12.7	15.8
Top 1 Percent	1,131	0.8	1,889,937	635,221	1,254,716	33.6	18.9	16.5	26.4
Top 0.1 Percent	114	0.1	8,929,410	3,189,953	5,739,457	35.7	9.0	7.6	13.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline:

15.8

Proposal:

4.8

1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

(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) The cash 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 2008 dollars): 20% \$18,981, 40% \$37,595, 60% \$66,354, 80% \$111,645, 90% \$160,972, 95% \$226,918, 99% \$603,402, 99.9% \$2,871,682.

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

(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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
<b>Lowest Quintile</b>	20.9	0.5	1.2	1.1	-114	-53.2	-0.1	0.1	-1.1	1.0
<b>Second Quintile</b>	72.1	0.4	2.9	6.1	-645	-22.9	-0.4	2.8	-2.6	8.6
<b>Middle Quintile</b>	91.5	0.1	2.8	9.3	-1,039	-12.6	-0.1	8.8	-2.3	15.6
<b>Fourth Quintile</b>	98.6	0.0	3.1	16.4	-1,879	-11.5	0.1	17.2	-2.5	18.9
<b>Top Quintile</b>	99.3	0.0	4.6	67.0	-7,685	-11.4	0.5	70.9	-3.3	25.3
<b>All</b>	74.7	0.2	3.8	100.0	-2,173	-12.0	0.0	100.0	-2.9	21.2
<b>Addendum</b>										
<b>80-90</b>	99.2	0.0	3.7	14.0	-3,198	-11.3	0.1	15.1	-2.8	21.8
<b>90-95</b>	99.3	0.0	3.9	10.4	-4,705	-11.1	0.1	11.3	-2.9	23.1
<b>95-99</b>	99.4	0.0	4.2	15.1	-8,801	-10.8	0.2	17.1	-3.0	25.0
<b>Top 1 Percent</b>	99.0	0.1	6.1	27.5	-65,985	-12.0	0.0	27.5	-4.0	29.5
<b>Top 0.1 Percent</b>	99.4	0.1	6.8	14.1	-341,939	-12.2	0.0	13.9	-4.4	31.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
<b>Lowest Quintile</b>	32,429	21.6	10,059	215	9,844	2.1	2.9	3.7	0.3
<b>Second Quintile</b>	30,972	20.6	25,261	2,819	22,442	11.2	6.9	8.1	3.2
<b>Middle Quintile</b>	29,186	19.4	46,073	8,235	37,838	17.9	11.9	12.9	8.8
<b>Fourth Quintile</b>	28,494	19.0	76,773	16,362	60,411	21.3	19.3	20.0	17.1
<b>Top Quintile</b>	28,475	19.0	235,357	67,322	168,035	28.6	59.3	55.7	70.5
<b>All</b>	150,241	100.0	75,289	18,110	57,178	24.1	100.0	100.0	100.0
<b>Addendum</b>									
<b>80-90</b>	14,316	9.5	115,555	28,383	87,172	24.6	14.6	14.5	14.9
<b>90-95</b>	7,191	4.8	163,422	42,371	121,052	25.9	10.4	10.1	11.2
<b>95-99</b>	5,606	3.7	292,160	81,695	210,465	28.0	14.5	13.7	16.8
<b>Top 1 Percent</b>	1,362	0.9	1,640,591	549,193	1,091,399	33.5	19.8	17.3	27.5
<b>Top 0.1 Percent</b>	135	0.1	7,862,950	2,804,287	5,058,663	35.7	9.4	8.0	13.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline:

15.8

Proposal:

4.8

1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

(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) The cash 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 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

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

(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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	13.4	0.4	0.3	0.5	-18	-3.5	0.1	1.5	-0.2	6.5
Second Quintile	60.3	0.4	1.4	5.7	-242	-10.4	0.0	5.3	-1.3	10.9
Middle Quintile	90.8	0.1	1.7	9.2	-462	-7.2	0.4	12.9	-1.4	17.8
Fourth Quintile	98.1	0.0	2.1	14.9	-889	-7.2	0.6	20.7	-1.6	20.9
Top Quintile	98.7	0.0	4.7	69.6	-5,017	-11.2	-1.0	59.5	-3.3	26.3
All	64.2	0.2	3.0	100.0	-968	-9.7	0.0	100.0	-2.3	21.4
<b>Addendum</b>										
80-90	98.6	0.1	3.2	14.1	-1,927	-9.1	0.1	15.3	-2.3	23.6
90-95	98.6	0.0	3.9	11.5	-3,292	-10.4	-0.1	10.6	-2.8	24.3
95-99	99.1	0.0	5.2	18.9	-7,509	-13.0	-0.5	13.7	-3.7	25.0
Top 1 Percent	98.0	0.0	6.7	25.1	-46,647	-12.0	-0.5	19.9	-4.3	31.6
Top 0.1 Percent	99.3	0.2	6.9	11.1	-233,222	-10.8	-0.1	9.9	-4.2	34.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
Lowest Quintile	17,979	27.7	7,650	515	7,135	6.7	5.0	6.2	1.4
Second Quintile	14,788	22.8	19,082	2,319	16,763	12.2	10.3	11.9	5.3
Middle Quintile	12,570	19.4	33,514	6,431	27,083	19.2	15.4	16.3	12.5
Fourth Quintile	10,552	16.2	54,870	12,345	42,525	22.5	21.2	21.5	20.2
Top Quintile	8,719	13.4	151,432	44,814	106,618	29.6	48.3	44.6	60.5
All	64,958	100.0	42,053	9,947	32,106	23.7	100.0	100.0	100.0
<b>Addendum</b>									
80-90	4,605	7.1	82,197	21,295	60,901	25.9	13.9	13.5	15.2
90-95	2,193	3.4	116,199	31,570	84,629	27.2	9.3	8.9	10.7
95-99	1,584	2.4	201,882	57,882	144,000	28.7	11.7	10.9	14.2
Top 1 Percent	338	0.5	1,087,643	390,214	697,429	35.9	13.5	11.3	20.4
Top 0.1 Percent	30	0.1	5,550,592	2,163,911	3,386,680	39.0	6.1	4.9	10.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline:

15.8

Proposal:

4.8

1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

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) The cash 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 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

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

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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
<b>Lowest Quintile</b>	30.7	1.2	2.4	0.9	-307	-73.9	-0.1	0.0	-2.3	0.8
<b>Second Quintile</b>	75.5	0.4	3.7	3.8	-1,047	-28.5	-0.3	1.4	-3.2	8.1
<b>Middle Quintile</b>	89.8	0.2	3.3	7.6	-1,606	-16.0	-0.2	5.7	-2.7	14.2
<b>Fourth Quintile</b>	99.0	0.0	3.6	16.8	-2,646	-13.7	-0.2	15.1	-2.8	17.9
<b>Top Quintile</b>	99.6	0.0	4.6	70.9	-9,145	-11.6	0.8	77.6	-3.3	25.1
<b>All</b>	86.1	0.3	4.2	100.0	-3,937	-12.5	0.0	100.0	-3.2	21.9
<b>Addendum</b>										
<b>80-90</b>	99.6	0.0	3.9	14.8	-3,987	-12.3	0.0	15.2	-3.0	21.1
<b>90-95</b>	99.6	0.0	3.9	11.0	-5,466	-11.4	0.2	12.2	-2.9	22.6
<b>95-99</b>	99.5	0.0	4.0	15.4	-9,519	-10.3	0.5	19.2	-2.9	25.0
<b>Top 1 Percent</b>	99.5	0.0	5.9	29.8	-72,160	-12.1	0.2	31.1	-4.0	29.0
<b>Top 0.1 Percent</b>	99.4	0.1	6.8	15.5	-372,331	-12.6	0.0	15.4	-4.4	30.7

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
<b>Lowest Quintile</b>	6,621	11.1	13,343	415	12,928	3.1	1.2	1.5	0.2
<b>Second Quintile</b>	8,578	14.4	32,397	3,678	28,719	11.4	3.7	4.4	1.7
<b>Middle Quintile</b>	11,027	18.5	59,438	10,039	49,399	16.9	8.8	9.8	5.9
<b>Fourth Quintile</b>	14,829	24.9	93,284	19,309	73,975	20.7	18.6	19.7	15.3
<b>Top Quintile</b>	18,163	30.5	278,505	78,953	199,552	28.4	68.0	65.0	76.8
<b>All</b>	59,479	100.0	125,155	31,398	93,757	25.1	100.0	100.0	100.0
<b>Addendum</b>									
<b>80-90</b>	8,717	14.7	134,567	32,428	102,139	24.1	15.8	16.0	15.1
<b>90-95</b>	4,700	7.9	186,829	47,764	139,064	25.6	11.8	11.7	12.0
<b>95-99</b>	3,780	6.4	332,302	92,455	239,846	27.8	16.9	16.3	18.7
<b>Top 1 Percent</b>	965	1.6	1,813,978	598,064	1,215,915	33.0	23.5	21.1	30.9
<b>Top 0.1 Percent</b>	97	0.2	8,464,842	2,967,318	5,497,524	35.1	11.1	9.6	15.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline:

15.8

Proposal:

4.8

1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

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) The cash 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 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

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

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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
<b>Lowest Quintile</b>	29.5	0.3	1.3	5.6	-175	24.7	-1.7	-5.2	-1.4	-6.8
<b>Second Quintile</b>	90.8	0.5	3.7	30.4	-989	-36.1	-3.2	9.8	-3.3	5.9
<b>Middle Quintile</b>	96.5	0.1	3.1	26.0	-1,250	-14.2	0.4	28.4	-2.5	15.3
<b>Fourth Quintile</b>	99.3	0.0	2.7	16.8	-1,588	-9.7	1.8	28.4	-2.1	19.6
<b>Top Quintile</b>	98.9	0.0	3.3	21.1	-4,374	-9.0	2.7	38.6	-2.4	24.6
<b>All</b>	73.2	0.3	3.0	100.0	-1,006	-15.3	0.0	100.0	-2.5	13.8
<b>Addendum</b>										
<b>80-90</b>	99.1	0.0	2.6	6.7	-2,153	-8.0	1.1	14.0	-2.0	22.6
<b>90-95</b>	98.6	0.0	2.7	2.7	-3,040	-8.0	0.5	5.7	-2.0	23.4
<b>95-99</b>	98.8	0.0	3.0	4.1	-6,111	-8.3	0.6	8.2	-2.2	24.3
<b>Top 1 Percent</b>	98.1	0.0	5.6	7.5	-56,445	-11.3	0.5	10.7	-3.7	29.3
<b>Top 0.1 Percent</b>	99.7	0.0	6.4	3.8	-321,444	-11.8	0.2	5.1	-4.1	31.0

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
<b>Lowest Quintile</b>	7,558	32.5	12,952	-709	13,661	-5.5	10.4	13.1	-3.5
<b>Second Quintile</b>	7,198	30.9	29,592	2,741	26,852	9.3	22.7	24.6	12.9
<b>Middle Quintile</b>	4,877	20.9	49,284	8,785	40,498	17.8	25.6	25.1	28.0
<b>Fourth Quintile</b>	2,482	10.7	75,584	16,389	59,195	21.7	20.0	18.7	26.6
<b>Top Quintile</b>	1,128	4.8	179,427	48,572	130,855	27.1	21.5	18.8	35.9
<b>All</b>	23,292	100.0	40,351	6,561	33,790	16.3	100.0	100.0	100.0
<b>Addendum</b>									
<b>80-90</b>	730	3.1	109,967	26,979	82,988	24.5	8.6	7.7	12.9
<b>90-95</b>	209	0.9	149,881	38,097	111,784	25.4	3.3	3.0	5.2
<b>95-99</b>	158	0.7	276,495	73,345	203,149	26.5	4.7	4.1	7.6
<b>Top 1 Percent</b>	31	0.1	1,510,258	498,248	1,012,010	33.0	5.0	4.0	10.2
<b>Top 0.1 Percent</b>	3	0.0	7,770,538	2,733,668	5,036,870	35.2	2.3	1.8	4.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline:

15.8

Proposal:

4.8

1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

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) The cash 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 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

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

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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	38.5	0.8	2.3	2.1	-339	38.6	-0.5	-1.3	-2.4	-8.6
Second Quintile	95.5	0.4	4.7	9.3	-1,408	-40.7	-1.0	2.2	-4.2	6.1
Middle Quintile	98.5	0.1	3.8	13.0	-1,898	-16.9	-0.4	10.4	-3.1	15.3
Fourth Quintile	99.8	0.0	4.3	21.0	-3,365	-14.9	-0.2	19.5	-3.3	19.1
Top Quintile	99.9	0.0	4.7	54.5	-10,168	-11.3	2.0	69.1	-3.3	25.9
All	86.2	0.3	4.4	100.0	-3,178	-14.0	0.0	100.0	-3.3	20.6
<b>Addendum</b>										
80-90	99.9	0.0	4.1	13.0	-4,643	-12.1	0.3	15.4	-3.0	22.1
90-95	99.9	0.0	4.0	8.2	-6,433	-11.2	0.3	10.6	-2.9	23.4
95-99	99.7	0.0	3.9	11.1	-10,812	-9.5	0.8	17.1	-2.8	26.2
Top 1 Percent	99.6	0.1	6.3	22.1	-89,342	-12.2	0.5	25.9	-4.2	30.1
Top 0.1 Percent	99.8	0.0	6.8	10.9	-451,180	-12.4	0.2	12.5	-4.4	31.1

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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	
Lowest Quintile	9,648	20.1	14,150	-879	15,030	-6.2	3.0	4.2	-0.8	
Second Quintile	10,138	21.1	33,628	3,460	30,168	10.3	7.4	8.8	3.2	
Middle Quintile	10,440	21.7	61,157	11,258	49,899	18.4	13.9	14.9	10.7	
Fourth Quintile	9,539	19.8	101,199	22,656	78,543	22.4	21.1	21.5	19.7	
Top Quintile	8,194	17.0	306,666	89,629	217,037	29.2	54.8	51.0	67.0	
All	48,094	100.0	95,281	22,784	72,496	23.9	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	4,292	8.9	153,064	38,503	114,561	25.2	14.3	14.1	15.1	
90-95	1,951	4.1	218,471	57,652	160,820	26.4	9.3	9.0	10.3	
95-99	1,572	3.3	392,713	113,579	279,135	28.9	13.5	12.6	16.3	
Top 1 Percent	379	0.8	2,144,629	734,366	1,410,263	34.2	17.7	15.3	25.4	
Top 0.1 Percent	37	0.1	10,295,847	3,654,258	6,641,589	35.5	8.3	7.0	12.3	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline: 15.8 Proposal: 4.8

Note: Tax units with children are those claiming an exemption for children at home or away from home.

(1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

(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) The cash 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 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

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

(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.

**Table T08-0155**  
**Individual Income and Estate Tax Provisions in 2001-08 Tax Cuts with AMT Patch Extended**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	4.6	0.1	0.2	0.2	-18	-7.3	0.0	0.3	-0.2	2.3
Second Quintile	29.8	0.1	0.7	1.6	-142	-13.9	0.0	1.7	-0.7	4.1
Middle Quintile	63.9	0.0	1.4	3.5	-531	-15.9	-0.1	3.1	-1.3	6.8
Fourth Quintile	96.3	0.0	2.6	12.2	-1,535	-15.2	-0.1	11.4	-2.2	12.2
Top Quintile	98.8	0.0	5.5	82.5	-9,713	-14.2	0.2	83.6	-3.9	23.9
All	56.1	0.1	3.9	100.0	-2,338	-14.3	0.0	100.0	-3.1	18.5
<b>Addendum</b>										
80-90	98.8	0.0	4.2	13.1	-3,510	-16.7	-0.3	11.0	-3.3	16.7
90-95	98.5	0.0	4.6	11.7	-5,312	-15.9	-0.2	10.3	-3.6	19.0
95-99	98.9	0.0	5.6	21.8	-10,981	-15.5	-0.3	19.9	-4.1	22.6
Top 1 Percent	99.4	0.1	6.5	36.0	-61,682	-12.4	0.9	42.3	-4.3	29.9
Top 0.1 Percent	99.5	0.3	6.8	17.4	-293,166	-11.8	0.6	21.6	-4.3	32.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2009<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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	
Lowest Quintile	5,675	19.8	9,958	243	9,715	2.4	2.6	3.2	0.3	
Second Quintile	7,562	26.4	21,260	1,017	20,243	4.8	7.4	9.0	1.6	
Middle Quintile	4,371	15.3	41,175	3,330	37,844	8.1	8.3	9.7	3.1	
Fourth Quintile	5,321	18.6	69,880	10,076	59,804	14.4	17.2	18.7	11.5	
Top Quintile	5,689	19.9	246,281	68,553	177,727	27.8	64.6	59.5	83.4	
All	28,639	100.0	75,721	16,327	59,394	21.6	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	2,500	8.7	105,353	21,085	84,268	20.0	12.1	12.4	11.3	
90-95	1,471	5.1	147,862	33,471	114,392	22.6	10.0	9.9	10.5	
95-99	1,329	4.6	266,234	71,084	195,150	26.7	16.3	15.2	20.2	
Top 1 Percent	391	1.4	1,451,124	495,912	955,212	34.2	26.1	21.9	41.4	
Top 0.1 Percent	40	0.1	6,768,885	2,480,319	4,288,566	36.6	12.4	10.0	21.0	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-5).

Number of AMT Taxpayers (millions). Baseline: 15.8 Proposal: 4.8

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

(1) Calendar year. Baseline is pre-EGTRRA law. Includes major individual income and estate tax provisions in EGTRRA 2001, JGTRRA 2003, WFTRA 2004, TIPRA 2006, PPA 2006, TIPA 2007, and ESA 2008. Assumes that the AMT exemption is \$62,550 for married couples filing jointly and \$42,500 for unmarried individuals, indexed for inflation after 2007, and that personal non-refundable credits are allowed regardless of tentative AMT.

(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) The cash 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 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

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

(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.