

Click on PDF or Excel link above for additional tables containing more detail and breakdowns by filing status and demographic groups.

Table T08-0241
Impact of Senator Obama's Tax Proposal as Described by Economic Advisors on Workers
Distribution of Federal Tax Change by Cash Income Level, 2009 ¹
Summary Table

Cash Income Level (thousands of 2008 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase				Change (%) Points)	Under the Proposal
Less than 10	97.4	1.2	11.6	10.0	-655	-10.8	-4.5
10-20	98.4	1.3	7.1	22.3	-1,019	-6.7	-0.6
20-30	98.6	1.3	4.7	22.9	-1,062	-4.2	6.5
30-40	98.2	1.7	3.7	19.4	-1,122	-3.2	11.5
40-50	98.6	1.3	3.0	16.2	-1,129	-2.5	14.7
50-75	97.4	2.5	2.4	32.1	-1,201	-1.9	17.1
75-100	93.1	6.0	2.0	25.3	-1,423	-1.6	18.8
100-200	89.0	9.1	2.3	61.9	-2,462	-1.8	21.5
200-500	80.3	19.5	1.1	16.9	-2,374	-0.8	25.5
500-1,000	12.4	87.5	-3.6	-21.6	18,212	2.6	29.7
More than 1,000	4.6	95.4	-7.7	-105.4	170,945	5.3	35.7
All	94.3	5.0	0.9	100.0	-589	-0.7	21.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-6).

Number of AMT Taxpayers (millions). Baseline: 29.9

Proposal: 4.1

(1) Calendar year. Baseline is current law. Proposal is Senator Obama's plan as described in *An Updated Analysis of the Presidential Candidates' Tax Plans: Updated September 12, 2008* on the Tax Policy Center's website. A worker is defined as a tax unit with positive wages and salaries or non-zero income on Schedule C or F.

(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.

Table T08-0241
Impact of Senator Obama's Tax Proposal as Described by Economic Advisors on Workers
Distribution of Federal Tax Change by Cash Income Level, 2009 ¹
Detail Table

Cash Income Level (thousands of 2008 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	97.4	1.2	11.6	10.0	-655	-170.2	-0.3	-0.1	-10.8	-4.5
10-20	98.4	1.3	7.1	22.3	-1,019	-109.4	-0.7	-0.1	-6.7	-0.6
20-30	98.6	1.3	4.7	22.9	-1,062	-39.3	-0.7	1.2	-4.2	6.5
30-40	98.2	1.7	3.7	19.4	-1,122	-21.6	-0.6	2.3	-3.2	11.5
40-50	98.6	1.3	3.0	16.2	-1,129	-14.3	-0.4	3.2	-2.5	14.7
50-75	97.4	2.5	2.4	32.1	-1,201	-10.0	-0.7	9.6	-1.9	17.1
75-100	93.1	6.0	2.0	25.3	-1,423	-7.8	-0.5	9.9	-1.6	18.8
100-200	89.0	9.1	2.3	61.9	-2,462	-7.7	-1.2	24.8	-1.8	21.5
200-500	80.3	19.5	1.1	16.9	-2,374	-3.1	0.0	17.5	-0.8	25.5
500-1,000	12.4	87.5	-3.6	-21.6	18,212	9.7	1.0	8.1	2.6	29.7
More than 1,000	4.6	95.4	-7.7	-105.4	170,945	17.6	4.2	23.4	5.3	35.7
All	94.3	5.0	0.9	100.0	-589	-3.2	0.0	100.0	-0.7	21.8

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2009 ¹

Cash Income Level (thousands of 2008 dollars) ²	Tax Units ³		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁴ (Dollars)	Average Federal Tax Rate ⁵	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
Less than 10	10,991	9.0	6,048	385	5,664	6.4	0.7	0.8	0.2
10-20	15,657	12.9	15,341	932	14,409	6.1	2.4	2.9	0.7
20-30	15,456	12.7	25,427	2,702	22,725	10.6	4.0	4.6	1.9
30-40	12,399	10.2	35,623	5,200	30,424	14.6	4.5	4.9	2.9
40-50	10,319	8.5	45,812	7,872	37,940	17.2	4.8	5.1	3.6
50-75	19,177	15.8	63,053	11,974	51,080	19.0	12.2	12.8	10.3
75-100	12,751	10.5	88,859	18,157	70,702	20.4	11.4	11.7	10.4
100-200	18,035	14.8	138,199	32,152	106,046	23.3	25.2	24.9	26.0
200-500	5,102	4.2	290,362	76,492	213,870	26.3	15.0	14.2	17.5
500-1,000	849	0.7	693,762	187,868	505,894	27.1	5.9	5.6	7.2
More than 1,000	442	0.4	3,200,426	970,307	2,230,119	30.3	14.3	12.8	19.3
All	121,714	100.0	81,414	18,311	63,103	22.5	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-6).

Number of AMT Taxpayers (millions). Baseline: 29.9

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