

**Table T09-0114**  
**"The American Recovery and Reinvestment Tax Act of 2009"**  
**Conference Report: Major Individual Tax Provisions**  
**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Summary Table**

Cash Income Level (thousands of 2008 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 (\$)	Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase				Change (%) Points)	Under the Proposal
<b>Less than 10</b>	80.4	0.0	6.2	6.3	-337	-5.9	-0.6
<b>10-20</b>	93.2	0.0	4.0	15.2	-582	-3.8	0.8
<b>20-30</b>	92.2	0.0	2.8	13.4	-635	-2.5	6.8
<b>30-40</b>	96.0	0.0	2.2	10.4	-667	-1.9	11.4
<b>40-50</b>	98.3	0.0	1.8	9.0	-706	-1.5	14.3
<b>50-75</b>	98.6	0.0	1.4	17.5	-747	-1.2	16.6
<b>75-100</b>	98.6	0.0	1.1	11.9	-780	-0.9	18.3
<b>100-200</b>	87.3	0.0	0.7	15.2	-715	-0.5	21.0
<b>200-500</b>	37.8	0.0	0.1	1.0	-159	-0.1	24.4
<b>500-1,000</b>	29.8	0.0	0.0	0.1	-111	0.0	26.7
<b>More than 1,000</b>	28.5	0.0	0.0	0.1	-88	0.0	30.3
<b>All</b>	89.8	0.0	1.0	100.0	-617	-0.8	20.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

Number of AMT Taxpayers (millions). Baseline: 4.6 Proposal: 4.6

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For a description of "The American Recovery and Reinvestment Tax Act of 2009" see <http://waysandmeans.house.gov/media/pdf/111/arra.pdf>. Proposal includes the Making Work Pay Credit equal to 6.2% of earned income up to a maximum credit of \$400 (\$800 for joint filers) phased out at a rate of 2 percent of AGI exceeding \$75,000 (\$150,000 for joint filers). Economic Recovery Payments, which are a one-time payment of \$250 to tax units receiving social security, SSI or veterans benefits. The one-time payment is a reduction to any allowable Making Work Pay credit. The Earned Income Tax Credit percentage for families with three or more qualifying children is increased to 45 percent and the threshold phase-out amount for joint filers is increased to \$5,000 above the phase-out threshold for single and head of household tax units. The Child Tax Credit refundability earnings threshold is reduced to \$3,000.

The HOPE credit is made available for four years at a rate of 100% of the first \$2,000 of qualified expenses and 25% of the next \$2,000. The phase-out thresholds are increased to AGI \$80,000 (\$160,000 for joint filers), textbooks are made a qualifying expense and forty percent of the credit is made refundable. Up to \$2,400 of unemployment benefits are excluded from gross income. The AMT exemptions for 2009 are increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. The Home Buyers Credit is equal to 10% of house value up to a maximum of \$8,000 (\$4,000 for couples filing separate) for first time homebuyers. Credit is phased out for AGI in excess of \$75,000 (\$150,000 for couple filing jointly).

(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 T09-0114**  
**"The American Recovery and Reinvestment Tax Act of 2009"**  
**Conference Report: Major Individual Tax Provisions**  
**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Detail Table**

Cash Income Level (thousands of 2008 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	80.4	0.0	6.2	6.3	-337	-111.1	-0.2	0.0	-5.9	-0.6
10-20	93.2	0.0	4.0	15.2	-582	-82.4	-0.6	0.1	-3.8	0.8
20-30	92.2	0.0	2.8	13.4	-635	-26.9	-0.5	1.5	-2.5	6.8
30-40	96.0	0.0	2.2	10.4	-667	-14.1	-0.3	2.6	-1.9	11.4
40-50	98.3	0.0	1.8	9.0	-706	-9.7	-0.2	3.4	-1.5	14.3
50-75	98.6	0.0	1.4	17.5	-747	-6.7	-0.3	9.9	-1.2	16.6
75-100	98.6	0.0	1.1	11.9	-780	-4.6	-0.1	10.0	-0.9	18.3
100-200	87.3	0.0	0.7	15.2	-715	-2.4	0.4	24.9	-0.5	21.0
200-500	37.8	0.0	0.1	1.0	-159	-0.2	0.6	17.5	-0.1	24.4
500-1,000	29.8	0.0	0.0	0.1	-111	-0.1	0.3	8.0	0.0	26.7
More than 1,000	28.5	0.0	0.0	0.1	-88	0.0	0.9	22.0	0.0	30.3
All	89.8	0.0	1.0	100.0	-617	-3.9	0.0	100.0	-0.8	20.2

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

Cash Income Level (thousands of 2008 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	Share of Post- Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	
Less than 10	17,204	11.5	5,704	303	5,401	5.3	0.9	1.0	0.2
10-20	24,101	16.0	15,181	707	14,474	4.7	3.2	3.9	0.7
20-30	19,493	13.0	25,314	2,361	22,953	9.3	4.4	5.0	1.9
30-40	14,384	9.6	35,555	4,724	30,831	13.3	4.5	5.0	2.9
40-50	11,749	7.8	45,838	7,265	38,573	15.9	4.8	5.1	3.6
50-75	21,662	14.4	63,039	11,200	51,838	17.8	12.1	12.6	10.2
75-100	14,107	9.4	88,790	17,016	71,774	19.2	11.1	11.3	10.1
100-200	19,712	13.1	138,154	29,652	108,502	21.5	24.1	24.0	24.6
200-500	5,636	3.8	291,886	71,306	220,580	24.4	14.5	13.9	16.9
500-1,000	989	0.7	695,069	185,616	509,452	26.7	6.1	5.6	7.7
More than 1,000	519	0.4	3,199,967	970,498	2,229,468	30.3	14.7	13.0	21.2
All	150,241	100.0	75,289	15,848	59,441	21.1	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-07).

Number of AMT Taxpayers (millions). Baseline: 4.6

Proposal: 4.6

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For description of proposals, see summary table.

(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.

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**"The American Recovery and Reinvestment Tax Act of 2009"**  
**Conference Report: Major Individual Tax Provisions**  
**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Level (thousands of 2008 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	81.2	0.0	5.7	14.0	-301	-66.5	-0.6	0.3	-5.3	2.7
10-20	92.1	0.0	2.9	21.7	-392	-31.4	-0.9	2.3	-2.6	5.7
20-30	91.5	0.0	2.1	16.2	-442	-12.2	-0.5	5.7	-1.8	12.6
30-40	95.5	0.0	1.7	12.2	-505	-7.8	-0.2	7.0	-1.4	16.7
40-50	98.1	0.0	1.4	10.7	-530	-5.9	-0.1	8.2	-1.2	18.4
50-75	98.1	0.0	1.2	17.2	-567	-4.2	0.1	19.0	-0.9	20.8
75-100	96.8	0.0	0.7	5.8	-477	-2.3	0.3	11.9	-0.5	23.0
100-200	42.5	0.0	0.1	1.5	-138	-0.4	0.7	17.3	-0.1	24.2
200-500	39.4	0.0	0.1	0.4	-128	-0.2	0.5	10.1	0.0	25.9
500-1,000	41.0	0.0	0.0	0.1	-112	-0.1	0.2	4.6	0.0	28.4
More than 1,000	39.0	0.0	0.0	0.0	-99	0.0	0.6	13.3	0.0	34.1
All	88.4	0.0	1.3	100.0	-414	-4.6	0.0	100.0	-1.0	20.3

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

Cash Income Level (thousands of 2008 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-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Pre- Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	12,556	19.3	5,704	452	5,252	7.9	2.6	3.1	1.0
10-20	14,909	23.0	15,017	1,251	13,766	8.3	8.2	9.5	3.2
20-30	9,879	15.2	25,243	3,629	21,614	14.4	9.1	9.9	6.2
30-40	6,530	10.1	35,566	6,456	29,110	18.2	8.5	8.8	7.3
40-50	5,421	8.4	45,797	8,953	36,844	19.6	9.1	9.3	8.4
50-75	8,162	12.6	62,150	13,477	48,673	21.7	18.6	18.5	18.9
75-100	3,264	5.0	87,974	20,737	67,237	23.6	10.5	10.2	11.7
100-200	2,958	4.6	134,418	32,607	101,811	24.3	14.6	14.0	16.6
200-500	730	1.1	295,280	76,691	218,589	26.0	7.9	7.4	9.6
500-1,000	130	0.2	694,203	197,336	496,868	28.4	3.3	3.0	4.4
More than 1,000	69	0.1	3,156,727	1,074,825	2,081,902	34.1	7.9	6.7	12.7
All	64,958	100.0	42,053	8,948	33,104	21.3	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-07).

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For description of proposals, see summary table.

(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 T09-0114**  
**"The American Recovery and Reinvestment Tax Act of 2009"**  
**Conference Report: Major Individual Tax Provisions**  
**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Level (thousands of 2008 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 (%) Under the Proposal	Under the Proposal	Change (%) Under the Proposal	Under the Proposal
Less than 10	61.6	0.0	6.2	1.3	-288	-109.8	0.0	0.0	-5.9	-0.5
10-20	90.0	0.0	5.1	6.4	-778	-168.2	-0.2	-0.1	-5.0	-2.0
20-30	87.8	0.0	3.7	8.9	-893	-71.6	-0.3	0.1	-3.5	1.4
30-40	93.8	0.0	2.9	7.9	-958	-33.5	-0.2	0.5	-2.7	5.3
40-50	98.1	0.0	2.5	7.9	-1,026	-19.8	-0.2	1.0	-2.2	9.0
50-75	98.9	0.0	1.7	18.7	-920	-9.8	-0.4	5.2	-1.4	13.2
75-100	99.2	0.0	1.3	18.1	-922	-5.9	-0.3	8.7	-1.0	16.4
100-200	99.0	0.0	0.8	28.6	-859	-3.0	0.0	28.3	-0.6	20.3
200-500	38.2	0.0	0.1	1.7	-166	-0.2	0.6	21.1	-0.1	24.1
500-1,000	28.3	0.0	0.0	0.2	-113	-0.1	0.3	9.6	0.0	26.4
More than 1,000	27.0	0.0	0.0	0.1	-87	0.0	0.8	25.5	0.0	29.7
All	89.3	0.0	0.8	100.0	-801	-2.9	0.0	100.0	-0.6	21.2

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

Cash Income Level (thousands of 2008 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-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Pre- Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	2,093	3.5	4,904	262	4,642	5.3	0.1	0.2	0.0
10-20	3,937	6.6	15,709	462	15,247	2.9	0.8	1.0	0.1
20-30	4,757	8.0	25,357	1,248	24,109	4.9	1.6	2.0	0.4
30-40	3,946	6.6	35,641	2,859	32,782	8.0	1.9	2.2	0.7
40-50	3,659	6.2	45,966	5,177	40,790	11.3	2.3	2.6	1.2
50-75	9,688	16.3	64,204	9,369	54,835	14.6	8.4	9.1	5.6
75-100	9,341	15.7	89,292	15,566	73,726	17.4	11.2	11.8	9.0
100-200	15,817	26.6	139,272	29,060	110,212	20.9	29.6	30.0	28.3
200-500	4,725	7.9	291,151	70,390	220,762	24.2	18.5	17.9	20.5
500-1,000	827	1.4	695,396	183,650	511,746	26.4	7.7	7.3	9.4
More than 1,000	430	0.7	3,148,057	936,102	2,211,954	29.7	18.2	16.3	24.8
All	59,479	100.0	125,155	27,286	97,869	21.8	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-07).

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For description of proposals, see summary table.

(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

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

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(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.

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**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Level (thousands of 2008 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	92.4	0.0	8.4	8.1	-575	126.3	-1.4	-2.2	-9.0	-16.1
10-20	98.5	0.0	6.2	29.2	-1,004	122.2	-5.0	-8.1	-6.6	-12.0
20-30	97.8	0.0	3.2	21.2	-801	-133.3	-2.9	-0.8	-3.2	-0.8
30-40	99.1	0.0	2.1	13.8	-665	-19.5	-0.7	8.8	-1.9	7.8
40-50	99.0	0.0	1.6	8.7	-644	-10.1	0.4	11.9	-1.4	12.6
50-75	99.3	0.0	1.4	14.1	-730	-6.9	2.0	29.3	-1.2	16.0
75-100	99.1	0.0	0.8	4.3	-582	-3.3	2.0	19.1	-0.7	19.4
100-200	30.0	0.0	0.1	0.4	-94	-0.3	2.7	20.9	-0.1	22.7
200-500	17.1	0.0	0.0	0.1	-83	-0.1	1.1	8.5	0.0	24.1
500-1,000	18.5	0.0	0.0	0.0	-48	0.0	0.5	3.4	0.0	26.6
More than 1,000	19.5	0.0	0.0	0.0	-51	0.0	1.2	9.2	0.0	30.4
All	95.1	0.0	2.1	100.0	-733	-13.3	0.0	100.0	-1.8	11.9

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

Cash Income Level (thousands of 2008 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-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Pre- Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	2,406	10.3	6,412	-455	6,867	-7.1	1.6	2.0	-0.9
10-20	4,961	21.3	15,257	-822	16,079	-5.4	8.1	9.8	-3.2
20-30	4,512	19.4	25,403	600	24,803	2.4	12.2	13.8	2.1
30-40	3,554	15.3	35,401	3,414	31,987	9.6	13.4	14.0	9.4
40-50	2,315	9.9	45,811	6,393	39,418	14.0	11.3	11.3	11.5
50-75	3,290	14.1	61,934	10,662	51,271	17.2	21.7	20.8	27.3
75-100	1,254	5.4	87,576	17,570	70,006	20.1	11.7	10.8	17.1
100-200	786	3.4	130,519	29,659	100,860	22.7	10.9	9.8	18.1
200-500	132	0.6	298,070	71,978	226,092	24.2	4.2	3.7	7.4
500-1,000	21	0.1	683,864	182,182	501,683	26.6	1.5	1.3	2.9
More than 1,000	11	0.1	3,070,023	932,783	2,137,240	30.4	3.6	2.9	8.0
All	23,292	100.0	40,351	5,521	34,830	13.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-07).

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For description of proposals, see summary table.

(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 T09-0114**  
**"The American Recovery and Reinvestment Tax Act of 2009"**  
**Conference Report: Major Individual Tax Provisions**  
**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Level (thousands of 2008 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	86.3	0.0	9.3	3.8	-621	91.2	-0.2	-0.4	-10.4	-21.8
10-20	98.7	0.0	7.2	15.0	-1,217	86.8	-0.8	-1.6	-7.9	-16.9
20-30	98.9	0.0	4.4	14.0	-1,114	1,257.7	-0.7	-0.8	-4.4	-4.7
30-40	99.5	0.0	3.0	10.3	-972	-34.8	-0.4	1.0	-2.7	5.1
40-50	99.2	0.0	2.5	8.5	-1,005	-17.5	-0.3	2.0	-2.2	10.3
50-75	99.3	0.0	1.8	16.0	-963	-9.8	-0.4	7.4	-1.5	14.1
75-100	99.5	0.0	1.3	12.8	-974	-6.1	-0.1	9.8	-1.1	16.8
100-200	94.0	0.0	0.8	18.6	-909	-3.1	0.5	28.7	-0.7	20.2
200-500	23.3	0.0	0.1	0.8	-126	-0.2	1.0	21.4	0.0	24.6
500-1,000	9.3	0.0	0.0	0.1	-57	0.0	0.4	9.4	0.0	27.3
More than 1,000	5.7	0.0	0.0	0.0	-24	0.0	1.1	23.1	0.0	30.5
All	91.9	0.0	1.2	100.0	-926	-4.8	0.0	100.0	-1.0	19.5

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

Cash Income Level (thousands of 2008 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	Share of Post- Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	
Less than 10	2,701	5.6	5,981	-680	6,662	-11.4	0.4	0.5	-0.2
10-20	5,494	11.4	15,478	-1,402	16,880	-9.1	1.9	2.5	-0.8
20-30	5,603	11.7	25,399	-89	25,487	-0.4	3.1	3.9	-0.1
30-40	4,726	9.8	35,550	2,796	32,753	7.9	3.7	4.2	1.4
40-50	3,756	7.8	45,850	5,735	40,115	12.5	3.8	4.1	2.3
50-75	7,394	15.4	63,220	9,872	53,348	15.6	10.2	10.8	7.8
75-100	5,839	12.1	89,123	15,987	73,136	17.9	11.4	11.7	10.0
100-200	9,103	18.9	139,015	28,984	110,031	20.9	27.6	27.5	28.2
200-500	2,690	5.6	288,713	71,024	217,689	24.6	17.0	16.1	20.4
500-1,000	442	0.9	693,043	189,292	503,751	27.3	6.7	6.1	8.9
More than 1,000	212	0.4	3,179,388	969,825	2,209,563	30.5	14.7	12.9	22.0
All	48,094	100.0	95,281	19,468	75,813	20.4	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-07).

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

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For description of proposals, see summary table.

(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 T09-0114**  
**"The American Recovery and Reinvestment Tax Act of 2009"**  
**Conference Report: Major Individual Tax Provisions**  
**Baseline: Current Law Plus AMT Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2009<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Level (thousands of 2008 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 (%) Under the Proposal	Under the Proposal	Change (%) Under the Proposal	Under the Proposal
Less than 10	70.5	0.0	3.0	5.6	-190	-105.1	-0.1	0.0	-2.9	-0.1
10-20	86.4	0.0	1.7	17.3	-243	-61.0	-0.4	0.3	-1.6	1.0
20-30	77.9	0.0	1.1	11.5	-265	-21.0	-0.2	1.0	-1.1	4.0
30-40	87.5	0.0	0.9	7.1	-309	-14.7	-0.1	1.0	-0.9	5.1
40-50	96.5	0.0	0.8	6.5	-356	-10.1	-0.1	1.4	-0.8	6.9
50-75	98.2	0.0	0.8	18.8	-429	-5.9	-0.3	7.2	-0.7	10.7
75-100	99.6	0.0	0.6	12.8	-473	-3.7	-0.1	7.9	-0.5	13.8
100-200	98.8	0.0	0.4	15.9	-466	-1.9	0.1	20.1	-0.3	17.8
200-500	99.5	0.0	0.1	3.5	-305	-0.5	0.4	18.9	-0.1	22.7
500-1,000	99.1	0.0	0.1	0.7	-279	-0.2	0.2	10.6	0.0	26.8
More than 1,000	99.6	0.0	0.0	0.4	-264	0.0	0.7	31.6	0.0	31.1
All	89.2	0.0	0.5	100.0	-327	-2.4	0.0	100.0	-0.4	17.9

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

Cash Income Level (thousands of 2008 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	Share of Post- Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	
Less than 10	2,765	9.7	6,577	181	6,396	2.8	0.8	1.0	0.1
10-20	6,689	23.4	15,129	398	14,731	2.6	4.7	5.6	0.7
20-30	4,053	14.2	24,891	1,264	23,627	5.1	4.7	5.4	1.3
30-40	2,142	7.5	35,242	2,108	33,134	6.0	3.5	4.0	1.1
40-50	1,714	6.0	46,021	3,531	42,490	7.7	3.6	4.1	1.5
50-75	4,095	14.3	63,445	7,233	56,212	11.4	12.0	13.0	7.4
75-100	2,542	8.9	88,251	12,621	75,630	14.3	10.3	10.9	8.1
100-200	3,191	11.1	137,801	25,035	112,766	18.2	20.3	20.3	20.0
200-500	1,082	3.8	298,445	68,099	230,346	22.8	14.9	14.1	18.5
500-1,000	221	0.8	696,175	187,072	509,103	26.9	7.1	6.4	10.4
More than 1,000	126	0.4	3,134,426	974,103	2,160,323	31.1	18.2	15.4	30.8
All	28,639	100.0	75,721	13,915	61,806	18.4	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-07).

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

NOTE: Table shows the impact of the individual income tax measures on 2009 calendar year tax liability. Some individuals may not actually receive the benefits of the provisions until filing their 2009 tax returns in April of 2010. For more discussion of the proposals, see the TPC's Tax Stimulus Report Card: Conference Agreement, available at [http://www.taxpolicycenter.org/taxtopics/conference\\_stimulus.cfm](http://www.taxpolicycenter.org/taxtopics/conference_stimulus.cfm).

(1) Calendar year. Baseline is current law plus AMT exemptions increased to \$46,700 (\$70,950 for joint filers) and personal credits are made allowable against AMT liability. For description of proposals, see summary table.

(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

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(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.