

**Table T09-0226**  
**Index Individual Income Tax Parameters to CPI Less 1 Percentage Point: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2012 <sup>1</sup>**  
**Summary Table**

Cash Income Level (thousands of 2009 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>	0.1	9.8	-0.1	0.2	3	0.1	5.6
<b>10-20</b>	1.0	52.9	-0.2	3.1	31	0.2	5.1
<b>20-30</b>	0.8	72.7	-0.3	7.6	79	0.3	9.1
<b>30-40</b>	0.4	83.7	-0.3	7.7	110	0.3	13.2
<b>40-50</b>	0.4	88.3	-0.3	5.6	103	0.2	15.8
<b>50-75</b>	0.3	93.6	-0.3	13.4	136	0.2	17.8
<b>75-100</b>	0.3	97.7	-0.2	10.2	153	0.2	18.9
<b>100-200</b>	0.1	98.6	-0.3	30.2	327	0.2	21.5
<b>200-500</b>	0.3	98.7	-0.3	17.9	700	0.2	24.3
<b>500-1,000</b>	3.4	93.0	-0.1	2.5	563	0.1	25.9
<b>More than 1,000</b>	3.1	94.7	0.0	1.7	773	0.0	29.8
<b>All</b>	0.5	75.6	-0.2	100.0	147	0.2	20.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

Number of AMT Taxpayers (millions). Baseline: 4.9

Proposal: 5.3

(1) Calendar year. Baseline is the Administration baseline that extends all of the individual income tax provisions in EGTRRA and JGTRRA that are set to expire on 12/31/10; maintains the estate tax at its 2009 parameters; extends the 2009 AMT patch including the allowance of personal nonrefundable credits against the AMT, and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation. Under the proposal, all individual income tax parameters that are currently indexed to inflation using the Consumer Price Index for All Urban Consumers (CPI-U) would instead be indexed using the CPI-U less 1 percentage point. All unindexed parameters would remain unindexed.

(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 T09-0226**  
**Index Individual Income Tax Parameters to CPI Less 1 Percentage Point: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2012<sup>1</sup>**  
**Detail Table**

Cash Income Level (thousands of 2009 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
<b>Less than 10</b>	0.1	9.8	-0.1	0.2	3	1.0	0.0	0.2	0.1	5.6
<b>10-20</b>	1.0	52.9	-0.2	3.1	31	4.0	0.0	0.7	0.2	5.1
<b>20-30</b>	0.8	72.7	-0.3	7.6	79	3.4	0.1	2.1	0.3	9.1
<b>30-40</b>	0.4	83.7	-0.3	7.7	110	2.3	0.0	3.1	0.3	13.2
<b>40-50</b>	0.4	88.3	-0.3	5.6	103	1.4	0.0	3.7	0.2	15.8
<b>50-75</b>	0.3	93.6	-0.3	13.4	136	1.2	0.0	10.4	0.2	17.8
<b>75-100</b>	0.3	97.7	-0.2	10.2	153	0.9	0.0	10.4	0.2	18.9
<b>100-200</b>	0.1	98.6	-0.3	30.2	327	1.1	0.0	25.7	0.2	21.5
<b>200-500</b>	0.3	98.7	-0.3	17.9	700	1.0	0.0	16.9	0.2	24.3
<b>500-1,000</b>	3.4	93.0	-0.1	2.5	563	0.3	-0.1	7.4	0.1	25.9
<b>More than 1,000</b>	3.1	94.7	0.0	1.7	773	0.1	-0.2	19.2	0.0	29.8
<b>All</b>	0.5	75.6	-0.2	100.0	147	0.9	0.0	100.0	0.2	20.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2012<sup>1</sup>**

Cash Income Level (thousands of 2009 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							
<b>Less than 10</b>	16,013	10.2	5,740	318	5,423	5.5	0.8	0.9	0.2
<b>10-20</b>	23,194	14.7	15,900	777	15,123	4.9	3.0	3.6	0.7
<b>20-30</b>	22,014	14.0	26,173	2,312	23,861	8.8	4.7	5.4	2.0
<b>30-40</b>	16,088	10.2	36,651	4,741	31,910	12.9	4.8	5.3	3.0
<b>40-50</b>	12,539	8.0	47,251	7,343	39,907	15.5	4.8	5.1	3.7
<b>50-75</b>	22,724	14.4	65,018	11,465	53,554	17.6	12.1	12.5	10.3
<b>75-100</b>	15,284	9.7	91,616	17,197	74,419	18.8	11.4	11.7	10.4
<b>100-200</b>	21,316	13.6	142,730	30,342	112,388	21.3	24.8	24.6	25.7
<b>200-500</b>	5,894	3.8	300,152	72,287	227,865	24.1	14.5	13.8	16.9
<b>500-1,000</b>	1,021	0.7	714,940	184,444	530,495	25.8	6.0	5.6	7.5
<b>More than 1,000</b>	519	0.3	3,165,609	941,355	2,224,253	29.7	13.4	11.9	19.4
<b>All</b>	157,316	100.0	77,851	16,013	61,838	20.6	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

Number of AMT Taxpayers (millions). Baseline: 4.9

Proposal: 5.3

(1) Calendar year. Baseline is the Administration baseline that extends all of the individual income tax provisions in EGTRRA and JGTRRA that are set to expire on 12/31/10; maintains the estate tax at its 2009 parameters; extends the 2009 AMT patch including the allowance of personal nonrefundable credits against the AMT, and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation. Under the proposal, all individual income tax parameters that are currently indexed to inflation using the Consumer Price Index for All Urban Consumers (CPI-U) would instead be indexed using the CPI-U less 1 percentage point. All unindexed parameters would remain unindexed.

(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.

**Table T09-0226**  
**Index Individual Income Tax Parameters to CPI Less 1 Percentage Point: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2012<sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Level (thousands of 2009 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	0.1	11.1	-0.1	0.6	3	0.5	0.0	0.9	0.1	9.3
10-20	0.4	56.0	-0.2	6.1	23	1.6	0.0	3.2	0.1	9.3
20-30	0.4	69.7	-0.2	9.7	42	1.2	0.0	6.3	0.2	13.1
30-40	0.1	85.9	-0.2	7.9	52	0.8	0.0	7.5	0.1	17.1
40-50	0.0	95.4	-0.2	8.8	78	0.9	0.0	8.3	0.2	19.4
50-75	0.1	97.8	-0.3	28.4	161	1.2	0.1	19.4	0.3	21.4
75-100	0.1	98.5	-0.3	12.7	174	0.8	0.0	12.3	0.2	23.2
100-200	0.1	97.8	-0.2	14.5	222	0.7	0.0	17.4	0.2	24.0
200-500	0.5	97.1	-0.2	7.9	530	0.7	0.0	9.3	0.2	25.4
500-1,000	1.1	88.9	-0.2	2.5	967	0.5	0.0	4.1	0.1	28.0
More than 1,000	0.7	93.0	0.0	1.0	688	0.1	-0.1	11.1	0.0	32.9
All	0.2	68.0	-0.2	100.0	76	0.8	0.0	100.0	0.2	20.9

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2012<sup>1</sup>**

Cash Income Level (thousands of 2009 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	11,322	16.5	5,679	523	5,156	9.2	2.1	2.4	0.9
10-20	13,927	20.3	15,797	1,453	14,344	9.2	7.1	8.1	3.2
20-30	12,005	17.5	26,047	3,368	22,679	12.9	10.1	11.1	6.3
30-40	7,758	11.3	36,609	6,214	30,395	17.0	9.2	9.6	7.5
40-50	5,890	8.6	47,203	9,088	38,115	19.3	9.0	9.1	8.3
50-75	9,119	13.3	64,298	13,616	50,682	21.2	18.9	18.8	19.3
75-100	3,769	5.5	90,691	20,879	69,812	23.0	11.0	10.7	12.3
100-200	3,371	4.9	139,363	33,234	106,128	23.9	15.2	14.6	17.4
200-500	777	1.1	304,627	76,928	227,699	25.3	7.6	7.2	9.3
500-1,000	136	0.2	706,682	196,980	509,702	27.9	3.1	2.8	4.2
More than 1,000	72	0.1	3,061,513	1,007,040	2,054,473	32.9	7.1	6.0	11.2
All	68,506	100.0	45,237	9,380	35,857	20.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

(1) Calendar year. Baseline is the Administration baseline that extends all of the individual income tax provisions in EGTRRA and JGTRRA that are set to expire on 12/31/10; maintains the estate tax at its 2009 parameters; extends the 2009 AMT patch including the allowance of personal nonrefundable credits against the AMT, and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation. Under the proposal, all individual income tax parameters that are currently indexed to inflation using the Consumer Price Index for All Urban Consumers (CPI-U) would instead be indexed using the CPI-U less 1 percentage point. All unindexed parameters would remain unindexed.

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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.

**Table T09-0226**  
**Index Individual Income Tax Parameters to CPI Less 1 Percentage Point: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2012<sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Level (thousands of 2009 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	0.1	5.9	-0.1	0.1	3	1.4	0.0	0.0	0.1	5.0
10-20	0.3	31.9	-0.2	0.6	23	4.8	0.0	0.1	0.1	3.1
20-30	0.7	63.1	-0.3	2.9	86	6.7	0.0	0.4	0.3	5.2
30-40	0.4	69.5	-0.4	3.6	122	4.1	0.0	0.8	0.3	8.4
40-50	1.0	73.8	-0.3	3.3	122	2.4	0.0	1.2	0.3	10.9
50-75	0.5	88.5	-0.2	7.4	110	1.2	0.0	5.4	0.2	14.5
75-100	0.3	97.6	-0.2	9.4	135	0.9	0.0	9.2	0.2	17.1
100-200	0.1	98.8	-0.3	41.7	349	1.2	0.1	29.9	0.2	20.9
200-500	0.3	99.0	-0.3	25.6	734	1.0	0.0	20.9	0.3	24.1
500-1,000	3.2	94.5	-0.1	3.1	510	0.3	-0.1	9.2	0.1	25.5
More than 1,000	2.7	95.8	0.0	2.4	799	0.1	-0.2	22.9	0.0	29.2
All	0.4	83.0	-0.2	100.0	231	0.8	0.0	100.0	0.2	21.5

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2012<sup>1</sup>**

Cash Income Level (thousands of 2009 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	2,080	3.4	4,968	246	4,723	4.9	0.1	0.2	0.0
10-20	3,744	6.1	16,339	480	15,859	2.9	0.8	1.0	0.1
20-30	4,757	7.8	26,344	1,294	25,051	4.9	1.6	1.9	0.4
30-40	4,142	6.8	36,758	2,950	33,809	8.0	1.9	2.3	0.7
40-50	3,865	6.3	47,359	5,056	42,303	10.7	2.3	2.6	1.2
50-75	9,499	15.5	66,123	9,475	56,647	14.3	7.9	8.7	5.3
75-100	9,889	16.1	92,185	15,613	76,572	16.9	11.5	12.2	9.2
100-200	16,942	27.6	143,802	29,714	114,089	20.7	30.8	31.1	29.8
200-500	4,932	8.0	299,285	71,457	227,828	23.9	18.7	18.1	20.9
500-1,000	852	1.4	716,602	182,533	534,069	25.5	7.7	7.3	9.2
More than 1,000	427	0.7	3,123,239	911,699	2,211,540	29.2	16.9	15.2	23.1
All	61,400	100.0	128,766	27,484	101,282	21.3	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

(1) Calendar year. Baseline is the Administration baseline that extends all of the individual income tax provisions in EGTRRA and JGTRRA that are set to expire on 12/31/10; maintains the estate tax at its 2009 parameters; extends the 2009 AMT patch including the allowance of personal nonrefundable credits against the AMT, and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation. Under the proposal, all individual income tax parameters that are currently indexed to inflation using the Consumer Price Index for All Urban Consumers (CPI-U) would instead be indexed using the CPI-U less 1 percentage point. All unindexed parameters would remain unindexed.

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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.

**Table T09-0226**  
**Index Individual Income Tax Parameters to CPI Less 1 Percentage Point: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2012<sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Level (thousands of 2009 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	7.1	-0.1	0.3	5	-0.8	0.0	-1.0	0.1	-8.7
10-20	2.9	58.2	-0.4	8.9	59	-6.5	0.3	-3.1	0.4	-5.3
20-30	1.7	87.7	-0.7	23.7	167	29.9	0.5	2.5	0.6	2.8
30-40	0.8	93.5	-0.7	24.3	219	6.3	0.4	9.9	0.6	10.1
40-50	0.4	93.6	-0.3	9.7	138	2.1	0.0	11.4	0.3	14.1
50-75	0.3	96.2	-0.3	14.3	138	1.3	-0.3	27.9	0.2	17.4
75-100	0.4	97.1	-0.3	8.9	227	1.3	-0.2	17.3	0.3	20.1
100-200	0.3	98.7	-0.3	7.2	296	1.0	-0.3	18.3	0.2	22.8
200-500	0.1	98.2	-0.2	2.2	534	0.7	-0.1	7.2	0.2	24.3
500-1,000	0.0	85.5	-0.1	0.3	384	0.2	-0.1	2.8	0.1	24.8
More than 1,000	1.4	96.2	0.0	0.2	713	0.1	-0.2	6.8	0.0	30.1
All	1.2	77.0	-0.4	100.0	139	2.5	0.0	100.0	0.3	13.7

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2012<sup>1</sup>**

Cash Income Level (thousands of 2009 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	2,467	9.9	6,689	-587	7,276	-8.8	1.6	2.0	-1.0
10-20	5,224	21.0	15,879	-895	16,774	-5.6	8.0	9.8	-3.4
20-30	4,903	19.7	26,283	558	25,725	2.1	12.4	14.0	2.0
30-40	3,826	15.4	36,558	3,484	33,074	9.5	13.5	14.1	9.6
40-50	2,437	9.8	47,271	6,522	40,749	13.8	11.1	11.1	11.4
50-75	3,581	14.4	63,957	10,974	52,983	17.2	22.1	21.1	28.2
75-100	1,358	5.5	90,406	17,905	72,501	19.8	11.8	11.0	17.5
100-200	845	3.4	135,286	30,599	104,688	22.6	11.0	9.8	18.6
200-500	139	0.6	302,335	72,855	229,480	24.1	4.1	3.6	7.3
500-1,000	23	0.1	696,822	172,426	524,397	24.7	1.5	1.3	2.8
More than 1,000	11	0.0	2,985,224	896,348	2,088,876	30.0	3.1	2.5	7.0
All	24,862	100.0	41,756	5,598	36,159	13.4	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

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**Table T09-0226**  
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**Distribution of Federal Tax Change by Cash Income Level, 2012<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Level (thousands of 2009 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
<b>Less than 10</b>	0.0	5.6	-0.1	0.2	6	-0.7	0.0	-0.2	0.1	-12.2
<b>10-20</b>	0.7	65.7	-0.4	3.6	71	-4.7	0.1	-0.9	0.4	-9.0
<b>20-30</b>	0.7	91.3	-0.8	10.3	200	-127.5	0.1	0.0	0.8	0.2
<b>30-40</b>	0.7	95.7	-0.8	10.9	252	8.9	0.1	1.6	0.7	8.4
<b>40-50</b>	1.0	92.9	-0.4	5.8	173	3.0	0.0	2.4	0.4	12.7
<b>50-75</b>	0.6	94.5	-0.3	9.3	142	1.4	0.0	8.1	0.2	15.9
<b>75-100</b>	0.3	97.7	-0.2	8.4	161	1.0	0.0	10.2	0.2	18.1
<b>100-200</b>	0.1	99.0	-0.3	29.5	368	1.2	0.0	29.1	0.3	21.3
<b>200-500</b>	0.2	99.2	-0.4	18.5	796	1.1	0.0	20.5	0.3	24.8
<b>500-1,000</b>	3.5	94.7	-0.1	1.9	493	0.3	-0.1	8.7	0.1	27.0
<b>More than 1,000</b>	2.6	96.4	0.0	1.5	830	0.1	-0.2	20.3	0.0	30.3
<b>All</b>	0.5	86.6	-0.3	100.0	230	1.2	0.0	100.0	0.2	20.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2012<sup>1</sup>**

Cash Income Level (thousands of 2009 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							
<b>Less than 10</b>	2,972	6.0	6,433	-792	7,225	-12.3	0.4	0.6	-0.3
<b>10-20</b>	5,814	11.8	16,048	-1,507	17,555	-9.4	2.0	2.7	-0.9
<b>20-30</b>	5,867	11.9	26,305	-157	26,462	-0.6	3.3	4.1	-0.1
<b>30-40</b>	4,921	10.0	36,655	2,831	33,823	7.7	3.8	4.4	1.5
<b>40-50</b>	3,825	7.8	47,340	5,860	41,480	12.4	3.9	4.2	2.4
<b>50-75</b>	7,471	15.2	65,217	10,203	55,014	15.6	10.4	11.0	8.1
<b>75-100</b>	5,897	12.0	91,884	16,438	75,446	17.9	11.5	11.9	10.3
<b>100-200</b>	9,105	18.5	143,825	30,227	113,598	21.0	27.9	27.6	29.1
<b>200-500</b>	2,642	5.4	298,516	73,251	225,265	24.5	16.8	15.9	20.5
<b>500-1,000</b>	433	0.9	715,609	192,368	523,241	26.9	6.6	6.0	8.8
<b>More than 1,000</b>	204	0.4	3,148,106	953,254	2,194,852	30.3	13.7	11.9	20.6
<b>All</b>	49,293	100.0	95,214	19,168	76,046	20.1	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

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

(1) Calendar year. Baseline is the Administration baseline that extends all of the individual income tax provisions in EGTRRA and JGTRRA that are set to expire on 12/31/10; maintains the estate tax at its 2009 parameters; extends the 2009 AMT patch including the allowance of personal nonrefundable credits against the AMT, and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation. Under the proposal, all individual income tax parameters that are currently indexed to inflation using the Consumer Price Index for All Urban Consumers (CPI-U) would instead be indexed using the CPI-U less 1 percentage point. All unindexed parameters would remain unindexed.

(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 T09-0226**  
**Index Individual Income Tax Parameters to CPI Less 1 Percentage Point: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2012<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Level (thousands of 2009 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	1.2	0.0	0.0	0	0.2	0.0	0.1	0.0	4.4
10-20	0.1	19.2	-0.1	1.1	8	1.6	0.0	0.6	0.1	3.0
20-30	0.1	33.7	-0.1	3.0	21	2.0	0.0	1.2	0.1	4.1
30-40	0.0	44.5	-0.1	2.1	27	1.4	0.0	1.2	0.1	5.2
40-50	0.1	55.2	-0.1	2.1	41	1.5	0.0	1.2	0.1	6.1
50-75	0.1	82.5	-0.2	11.9	102	1.5	0.0	6.3	0.2	10.4
75-100	0.1	97.1	-0.2	13.3	145	1.2	0.0	8.9	0.2	13.3
100-200	0.1	97.8	-0.3	35.3	296	1.2	0.1	23.7	0.2	17.6
200-500	0.2	98.1	-0.3	22.8	610	0.9	0.0	19.9	0.2	22.1
500-1,000	1.2	91.3	-0.2	5.3	787	0.4	0.0	9.8	0.1	25.4
More than 1,000	1.5	94.2	0.0	3.1	849	0.1	-0.2	27.0	0.0	30.2
All	0.1	57.9	-0.2	100.0	119	0.8	0.0	100.0	0.1	17.5

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2012<sup>1</sup>**

Cash Income Level (thousands of 2009 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	1,848	6.1	5,990	261	5,729	4.4	0.4	0.5	0.1
10-20	5,108	16.9	16,184	484	15,699	3.0	3.2	3.8	0.6
20-30	5,158	17.0	25,829	1,033	24,796	4.0	5.2	6.0	1.2
30-40	2,815	9.3	36,231	1,857	34,374	5.1	3.9	4.5	1.2
40-50	1,850	6.1	47,206	2,816	44,390	6.0	3.4	3.8	1.2
50-75	4,184	13.8	65,731	6,737	58,994	10.3	10.6	11.5	6.3
75-100	3,301	10.9	91,141	12,008	79,133	13.2	11.6	12.2	8.8
100-200	4,291	14.2	142,313	24,706	117,607	17.4	23.6	23.6	23.7
200-500	1,343	4.4	303,063	66,405	236,658	21.9	15.7	14.9	19.9
500-1,000	244	0.8	717,151	181,433	535,719	25.3	6.8	6.1	9.9
More than 1,000	130	0.4	3,111,488	937,473	2,174,015	30.1	15.7	13.2	27.2
All	30,291	100.0	85,420	14,797	70,622	17.3	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-2).

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

(1) Calendar year. Baseline is the Administration baseline that extends all of the individual income tax provisions in EGTRRA and JGTRRA that are set to expire on 12/31/10; maintains the estate tax at its 2009 parameters; extends the 2009 AMT patch including the allowance of personal nonrefundable credits against the AMT, and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation. Under the proposal, all individual income tax parameters that are currently indexed to inflation using the Consumer Price Index for All Urban Consumers (CPI-U) would instead be indexed using the CPI-U less 1 percentage point. All unindexed parameters would remain unindexed.

(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.