

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

**Table T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2012<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
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	4.6
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	10.3
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	16.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	19.3
Top Quintile	6.7	0.0	0.3	100.0	-662	-0.2	25.5
All	1.0	0.0	0.2	100.0	-98	-0.1	21.1
<b>Addendum</b>							
80-90	0.1	0.0	0.0	0.0	0	0.0	21.8
90-95	0.5	0.0	0.0	0.1	-2	0.0	23.0
95-99	16.5	0.0	0.2	11.5	-380	-0.1	24.9
Top 1 Percent	63.7	0.0	0.9	88.4	-11,464	-0.6	30.0
Top 0.1 Percent	78.0	0.0	0.9	40.5	-52,141	-0.6	32.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

Number of AMT Taxpayers (millions). Baseline: 4.3

Proposal: 4.8

(1) Calendar year. Baseline is the Administration's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$19,356, 40% \$37,493, 60% \$65,656, 80% \$111,659, 90% \$161,739, 95% \$226,402, 99% \$599,181, 99.9% \$2,727,123.

(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2012 <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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.8	0.0	4.6
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	4.1	0.0	10.3
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	10.8	0.0	16.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	18.2	0.0	19.3
Top Quintile	6.7	0.0	0.3	100.0	-662	-0.9	-0.2	66.0	-0.2	25.5
All	1.0	0.0	0.2	100.0	-98	-0.6	0.0	100.0	-0.1	21.1
<b>Addendum</b>										
80-90	0.1	0.0	0.0	0.0	0	0.0	0.1	14.0	0.0	21.8
90-95	0.5	0.0	0.0	0.1	-2	0.0	0.1	10.3	0.0	23.0
95-99	16.5	0.0	0.2	11.5	-380	-0.4	0.0	15.9	-0.1	24.9
Top 1 Percent	63.7	0.0	0.9	88.4	-11,464	-2.1	-0.4	25.9	-0.6	30.0
Top 0.1 Percent	78.0	0.0	0.9	40.5	-52,141	-1.9	-0.2	13.1	-0.6	32.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile, 2012 <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	38,450	24.4	11,600	533	11,067	4.6	3.7	4.5	0.8
Second Quintile	34,947	22.2	28,852	2,962	25,890	10.3	8.4	9.6	4.1
Middle Quintile	31,868	20.3	52,224	8,560	43,664	16.4	13.9	14.7	10.8
Fourth Quintile	26,646	16.9	88,978	17,195	71,783	19.3	19.8	20.3	18.1
Top Quintile	23,298	14.8	280,229	72,111	208,118	25.7	54.5	51.3	66.2
All	157,348	100.0	76,169	16,133	60,035	21.2	100.0	100.0	100.0
<b>Addendum</b>									
80-90	11,720	7.5	138,385	30,137	108,248	21.8	13.5	13.4	13.9
90-95	5,734	3.6	196,549	45,107	151,441	23.0	9.4	9.2	10.2
95-99	4,655	3.0	345,574	86,426	259,148	25.0	13.4	12.8	15.9
Top 1 Percent	1,190	0.8	1,825,188	559,735	1,265,453	30.7	18.1	15.9	26.2
Top 0.1 Percent	120	0.1	8,367,274	2,800,042	5,567,232	33.5	8.4	7.1	13.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

Number of AMT Taxpayers (millions). Baseline: 4.3

Proposal: 4.8

(1) Calendar year. Baseline is the Administration's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$19,356, 40% \$37,493, 60% \$65,656, 80% \$111,659, 90% \$161,739, 95% \$226,402, 99% \$599,181, 99.9% \$2,727,123.

(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	1.0
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	2.8	0.0	8.5
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	8.6	0.0	15.1
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	17.4	0.0	18.9
Top Quintile	5.2	0.0	0.3	100.0	-515	-0.9	-0.2	70.9	-0.2	25.4
All	1.0	0.0	0.2	100.0	-98	-0.6	0.0	100.0	-0.1	21.1
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.1	15.4	0.0	21.9
90-95	0.2	0.0	0.0	0.0	-1	0.0	0.1	11.6	0.0	23.2
95-99	12.3	0.0	0.2	13.2	-341	-0.5	0.0	17.1	-0.1	24.7
Top 1 Percent	56.9	0.0	0.8	86.8	-9,322	-1.9	-0.4	26.9	-0.6	29.8
Top 0.1 Percent	74.7	0.0	0.9	41.2	-44,598	-1.8	-0.2	13.5	-0.6	32.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<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	31,706	20.2	10,935	112	10,823	1.0	2.9	3.6	0.1
Second Quintile	32,349	20.6	26,208	2,216	23,991	8.5	7.1	8.2	2.8
Middle Quintile	31,237	19.9	46,322	6,970	39,352	15.1	12.1	13.0	8.6
Fourth Quintile	29,980	19.1	77,565	14,640	62,925	18.9	19.4	20.0	17.3
Top Quintile	29,936	19.0	235,547	60,232	175,315	25.6	58.8	55.6	71.0
All	157,348	100.0	76,169	16,133	60,035	21.2	100.0	100.0	100.0
<b>Addendum</b>									
80-90	15,019	9.6	117,658	25,783	91,875	21.9	14.7	14.6	15.3
90-95	7,540	4.8	167,170	38,695	128,475	23.2	10.5	10.3	11.5
95-99	5,940	3.8	294,212	72,922	221,290	24.8	14.6	13.9	17.1
Top 1 Percent	1,436	0.9	1,584,726	481,073	1,103,652	30.4	19.0	16.8	27.2
Top 0.1 Percent	142	0.1	7,360,192	2,441,485	4,918,707	33.2	8.7	7.4	13.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

Number of AMT Taxpayers (millions). Baseline: 4.3 Proposal: 4.8

(1) Calendar year. Baseline is the Administration's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<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	0.0	0.0	0.0	0.0	0	0.0	0.0	1.6	0.0	7.1
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	5.2	0.0	10.7
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	12.7	0.0	16.9
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	21.1	0.0	20.8
Top Quintile	3.1	0.0	0.2	100.0	-173	-0.4	-0.1	59.3	-0.1	25.9
All	0.4	0.0	0.1	100.0	-24	-0.3	0.0	100.0	-0.1	21.0
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	15.6	0.0	23.3
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	10.8	0.0	24.3
95-99	6.9	0.0	0.0	5.0	-46	-0.1	0.0	14.0	0.0	24.3
Top 1 Percent	47.6	0.0	0.6	95.1	-4,371	-1.3	-0.2	18.9	-0.4	31.3
Top 0.1 Percent	69.6	0.0	0.8	51.7	-27,118	-1.4	-0.1	9.2	-0.5	35.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<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	16,972	24.6	8,380	592	7,788	7.1	4.7	5.5	1.6	
Second Quintile	15,474	22.5	19,970	2,132	17,838	10.7	10.2	11.6	5.2	
Middle Quintile	14,005	20.3	34,261	5,784	28,478	16.9	15.9	16.7	12.7	
Fourth Quintile	11,543	16.8	55,833	11,609	44,224	20.8	21.3	21.4	21.0	
Top Quintile	9,596	13.9	151,979	39,483	112,496	26.0	48.2	45.2	59.4	
All	68,932	100.0	43,878	9,251	34,626	21.1	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	5,066	7.4	84,037	19,610	64,427	23.3	14.1	13.7	15.6	
90-95	2,373	3.4	119,032	28,948	90,083	24.3	9.3	9.0	10.8	
95-99	1,795	2.6	204,548	49,776	154,772	24.3	12.1	11.6	14.0	
Top 1 Percent	361	0.5	1,060,631	336,426	724,205	31.7	12.7	11.0	19.1	
Top 0.1 Percent	32	0.1	5,243,107	1,877,626	3,365,480	35.8	5.5	4.5	9.3	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Baseline is the Administration's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<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
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	0.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.4	0.0	7.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	5.5	0.0	13.5
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	15.0	0.0	17.8
Top Quintile	6.4	0.0	0.3	100.0	-700	-1.0	-0.2	77.9	-0.3	25.2
All	1.9	0.0	0.2	100.0	-212	-0.8	0.0	100.0	-0.2	21.9
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.1	15.4	0.0	21.3
90-95	0.2	0.0	0.0	0.0	-1	0.0	0.1	12.5	0.0	22.8
95-99	14.8	0.0	0.2	14.4	-483	-0.6	0.0	19.2	-0.1	24.8
Top 1 Percent	60.0	0.0	0.9	85.6	-10,984	-2.1	-0.4	30.8	-0.6	29.4
Top 0.1 Percent	76.5	0.0	0.9	38.8	-49,426	-1.9	-0.2	15.3	-0.6	32.0

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<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	6,622	10.8	14,526	115	14,411	0.8	1.2	1.6	0.0
Second Quintile	8,956	14.6	33,405	2,616	30,789	7.8	3.9	4.6	1.4
Middle Quintile	11,470	18.7	59,671	8,074	51,597	13.5	8.9	9.8	5.4
Fourth Quintile	15,032	24.5	95,023	16,935	78,088	17.8	18.5	19.5	14.9
Top Quintile	18,609	30.3	281,842	71,649	210,193	25.4	67.8	64.9	78.1
All	61,357	100.0	126,020	27,823	98,197	22.1	100.0	100.0	100.0
<b>Addendum</b>									
80-90	8,860	14.4	138,312	29,497	108,815	21.3	15.9	16.0	15.3
90-95	4,843	7.9	192,091	43,750	148,341	22.8	12.0	11.9	12.4
95-99	3,890	6.3	337,723	84,224	253,499	24.9	17.0	16.4	19.2
Top 1 Percent	1,015	1.7	1,748,464	524,425	1,224,039	30.0	23.0	20.6	31.2
Top 0.1 Percent	102	0.2	7,890,377	2,574,465	5,315,912	32.6	10.5	9.0	15.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Baseline is the Administration's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

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(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<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
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-5.3	0.0	-7.2
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	9.7	0.0	6.0
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	27.6	0.0	15.3
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	29.6	0.0	19.7
Top Quintile	2.7	0.0	0.2	100.0	-248	-0.6	-0.1	38.4	-0.1	24.5
All	0.1	0.0	0.0	100.0	-13	-0.2	0.0	100.0	0.0	13.8
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	14.6	0.0	22.8
90-95	0.1	0.0	0.0	0.0	0	0.0	0.0	5.9	0.0	23.2
95-99	8.0	0.0	0.1	14.6	-261	-0.4	0.0	7.9	-0.1	23.4
Top 1 Percent	60.4	0.0	0.8	85.4	-7,971	-1.8	-0.2	10.0	-0.6	30.1
Top 0.1 Percent	76.8	0.0	0.9	37.9	-40,115	-1.7	-0.1	4.7	-0.6	32.9

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<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	7,840	31.9	13,490	-966	14,455	-7.2	10.3	12.8	-5.3
Second Quintile	7,497	30.5	30,617	1,830	28,787	6.0	22.4	24.4	9.7
Middle Quintile	5,095	20.8	50,275	7,677	42,598	15.3	25.0	24.6	27.5
Fourth Quintile	2,777	11.3	76,881	15,107	61,774	19.7	20.8	19.4	29.5
Top Quintile	1,242	5.1	178,521	44,065	134,456	24.7	21.6	18.9	38.5
All	24,547	100.0	41,760	5,786	35,974	13.9	100.0	100.0	100.0
<b>Addendum</b>									
80-90	805	3.3	112,763	25,698	87,064	22.8	8.9	7.9	14.6
90-95	232	0.9	154,893	35,895	118,999	23.2	3.5	3.1	5.9
95-99	173	0.7	278,418	65,439	212,979	23.5	4.7	4.2	8.0
Top 1 Percent	33	0.1	1,423,600	436,905	986,694	30.7	4.6	3.7	10.2
Top 0.1 Percent	3	0.0	6,950,503	2,324,647	4,625,856	33.5	2.0	1.5	4.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Baseline is the Administration's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<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	0.0	0.0	0.0	0.0	0	0.0	0.0	-1.4	0.0	-8.9
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	2.2	0.0	6.1
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	10.1	0.0	15.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.2	20.1	0.0	19.4
Top Quintile	7.9	0.0	0.4	100.0	-952	-1.2	-0.3	68.9	-0.3	26.4
All	1.3	0.0	0.2	100.0	-161	-0.8	0.0	100.0	-0.2	20.8
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.1	16.1	0.0	22.6
90-95	0.5	0.0	0.0	0.1	-3	0.0	0.1	10.8	0.0	23.9
95-99	22.9	0.0	0.3	20.0	-1,011	-1.0	0.0	16.9	-0.3	26.2
Top 1 Percent	76.2	0.0	1.2	79.9	-16,908	-2.5	-0.4	25.1	-0.8	31.4
Top 0.1 Percent	84.0	0.0	1.1	31.5	-69,267	-2.1	-0.2	12.1	-0.7	33.2

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<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	10,133	20.6	14,723	-1,303	16,026	-8.9	3.2	4.4	-1.3	
Second Quintile	10,359	21.1	34,672	2,102	32,570	6.1	7.7	9.1	2.2	
Middle Quintile	10,251	20.9	62,298	9,601	52,697	15.4	13.6	14.6	10.0	
Fourth Quintile	9,800	19.9	103,142	19,985	83,157	19.4	21.6	22.0	19.9	
Top Quintile	8,315	16.9	306,063	81,789	224,274	26.7	54.3	50.3	69.1	
All	49,155	100.0	95,419	20,021	75,398	21.0	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	4,398	9.0	157,496	35,641	121,855	22.6	14.8	14.5	15.9	
90-95	1,976	4.0	224,546	53,560	170,986	23.9	9.5	9.1	10.8	
95-99	1,567	3.2	400,356	105,934	294,421	26.5	13.4	12.5	16.9	
Top 1 Percent	374	0.8	2,088,455	672,355	1,416,100	32.2	16.7	14.3	25.6	
Top 0.1 Percent	36	0.1	9,839,694	3,333,841	6,505,853	33.9	7.6	6.3	12.2	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

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's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0208**  
**Extend Repeal of Pease and PEP to Taxpayers with Income Greater than \$250,000/\$200,000**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.3	0.0	2.4
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.7	0.0	3.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	3.5	0.0	5.7
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.1	10.6	0.0	11.0
Top Quintile	5.7	0.0	0.2	100.0	-423	-0.7	-0.1	83.8	-0.2	23.4
All	1.0	0.0	0.1	100.0	-78	-0.6	0.0	100.0	-0.1	17.4
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.1	9.9	0.0	15.6
90-95	0.0	0.0	0.0	0.0	0	0.0	0.1	9.5	0.0	18.3
95-99	9.8	0.0	0.1	6.0	-103	-0.2	0.1	20.3	0.0	21.9
Top 1 Percent	41.9	0.0	0.5	94.0	-5,148	-1.2	-0.3	44.1	-0.4	29.3
Top 0.1 Percent	65.5	0.0	0.7	53.7	-30,072	-1.4	-0.2	22.4	-0.5	32.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<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	5,016	16.4	10,899	262	10,637	2.4	2.4	2.8	0.3
Second Quintile	8,213	26.9	22,528	846	21,682	3.8	8.0	9.3	1.7
Middle Quintile	5,981	19.6	41,094	2,355	38,739	5.7	10.6	12.1	3.5
Fourth Quintile	5,495	18.0	70,238	7,727	62,511	11.0	16.7	18.0	10.5
Top Quintile	5,617	18.4	257,048	60,469	196,579	23.5	62.4	57.9	83.9
All	30,543	100.0	75,737	13,252	62,485	17.5	100.0	100.0	100.0
<b>Addendum</b>									
80-90	2,427	8.0	105,444	16,426	89,018	15.6	11.1	11.3	9.9
90-95	1,362	4.5	153,103	28,074	125,029	18.3	9.0	8.9	9.5
95-99	1,394	4.6	267,882	58,790	209,092	22.0	16.1	15.3	20.3
Top 1 Percent	434	1.4	1,396,961	414,039	982,922	29.6	26.2	22.3	44.4
Top 0.1 Percent	42	0.1	6,520,091	2,157,442	4,362,649	33.1	12.0	9.7	22.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

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's proposal relating to the limitation on itemized deductions (Pease) and the personal exemption phaseout (PEP); and the top two statutory income tax rates. The baseline extends the lower rate on dividends and capital gains to those in the top 2 tax brackets. Proposal extends the repeal of Pease and PEP to taxpayers with income greater than \$250,000 for married couples (\$200,000 for unmarried individuals), indexed for inflation after 2009.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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.