

Table T11-0005
Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile, 2011¹
Summary Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase				Change (%) Points)	Under the Proposal
Lowest Quintile	66.9	0.8	3.2	8.0	-306	-3.0	1.0
Second Quintile	75.0	5.0	2.2	12.1	-511	-2.0	7.2
Middle Quintile	81.7	6.1	1.8	15.8	-741	-1.6	13.7
Fourth Quintile	87.0	3.9	1.8	21.9	-1,229	-1.5	17.5
Top Quintile	91.0	0.7	1.4	42.1	-2,699	-1.0	23.7
All	78.5	3.3	1.7	100.0	-951	-1.3	19.1
Addendum							
80-90	88.8	1.4	1.8	15.2	-1,931	-1.4	19.8
90-95	93.3	0.1	1.7	9.3	-2,449	-1.3	21.8
95-99	93.5	0.0	1.3	9.9	-3,158	-0.9	23.7
Top 1 Percent	92.5	0.0	0.8	7.7	-9,701	-0.6	28.0
Top 0.1 Percent	94.4	0.0	0.7	2.7	-34,162	-0.5	30.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

Number of AMT Taxpayers (millions). Baseline: 4.1

Proposal: 4.3

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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% 17873, 40% 34896, 60% 63871, 80% 104551, 90% 168883, 95% 212885, 99% 564422, 99.9% 2378619.

(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 T11-0005
Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile, 2011 ¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	66.9	0.8	3.2	8.0	-306	-75.0	-0.5	0.2	-3.0	1.0
Second Quintile	75.0	5.0	2.2	12.1	-511	-21.5	-0.6	3.1	-2.0	7.2
Middle Quintile	81.7	6.1	1.8	15.8	-741	-10.2	-0.4	9.7	-1.6	13.7
Fourth Quintile	87.0	3.9	1.8	21.9	-1,229	-7.8	-0.3	18.1	-1.5	17.5
Top Quintile	91.0	0.7	1.4	42.1	-2,699	-4.1	1.8	68.8	-1.0	23.7
All	78.5	3.3	1.7	100.0	-951	-6.5	0.0	100.0	-1.3	19.1
Addendum										
80-90	88.8	1.4	1.8	15.2	-1,931	-6.7	0.0	14.7	-1.4	19.8
90-95	93.3	0.1	1.7	9.3	-2,449	-5.5	0.1	11.1	-1.3	21.8
95-99	93.5	0.0	1.3	9.9	-3,158	-3.8	0.5	17.3	-0.9	23.7
Top 1 Percent	92.5	0.0	0.8	7.7	-9,701	-2.1	1.2	25.7	-0.6	28.0
Top 0.1 Percent	94.4	0.0	0.7	2.7	-34,162	-1.4	0.7	13.2	-0.5	30.8

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile, 2011 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	38,677	24.9	10,093	408	9,686	4.0	3.5	4.3	0.7
Second Quintile	34,811	22.4	26,035	2,379	23,655	9.1	8.2	9.3	3.7
Middle Quintile	31,429	20.2	47,793	7,270	40,524	15.2	13.6	14.4	10.1
Fourth Quintile	26,265	16.9	83,396	15,796	67,600	18.9	19.8	20.1	18.3
Top Quintile	23,007	14.8	266,691	66,012	200,679	24.8	55.3	52.3	67.1
All	155,368	100.0	71,362	14,575	56,786	20.4	100.0	100.0	100.0
Addendum									
80-90	11,618	7.5	135,361	28,783	106,578	21.3	14.2	14.0	14.8
90-95	5,605	3.6	191,219	44,180	147,039	23.1	9.7	9.3	10.9
95-99	4,610	3.0	335,497	82,619	252,878	24.6	14.0	13.2	16.8
Top 1 Percent	1,173	0.8	1,657,313	473,693	1,183,619	28.6	17.5	15.7	24.5
Top 0.1 Percent	118	0.1	7,646,017	2,390,654	5,255,363	31.3	8.2	7.1	12.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

Number of AMT Taxpayers (millions). Baseline: 4.1 Proposal: 4.3

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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% 17873, 40% 34896, 60% 63871, 80% 104551, 90% 168883, 95% 212885, 99% 564422, 99.9% 2378619.

(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 T11-0005
Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2011¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Lowest Quintile	71.9	0.1	4.4	9.1	-419	-3,601.8	-0.6	-0.6	-4.4	-4.3
Second Quintile	71.4	3.4	2.1	10.2	-465	-27.1	-0.5	1.9	-2.0	5.3
Middle Quintile	79.5	5.6	1.8	13.6	-646	-10.7	-0.4	7.9	-1.5	12.7
Fourth Quintile	84.5	6.0	1.8	21.7	-1,081	-8.2	-0.3	16.9	-1.5	16.6
Top Quintile	87.9	1.6	1.4	45.2	-2,295	-4.1	1.9	73.7	-1.0	23.7
All	78.5	3.3	1.7	100.0	-951	-6.5	0.0	100.0	-1.3	19.1
Addendum										
80-90	87.5	2.5	1.9	16.3	-1,651	-6.7	0.0	16.0	-1.5	20.3
90-95	87.5	1.3	1.6	10.1	-2,072	-5.5	0.1	12.2	-1.3	21.6
95-99	89.2	0.3	1.2	10.1	-2,561	-3.6	0.6	18.7	-0.9	23.6
Top 1 Percent	89.6	0.0	0.9	8.6	-8,944	-2.2	1.2	26.9	-0.6	27.8
Top 0.1 Percent	92.3	0.0	0.7	3.1	-32,279	-1.6	0.7	13.7	-0.5	30.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2011¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	32,083	20.7	9,434	12	9,423	0.1	2.7	3.4	0.0
Second Quintile	32,342	20.8	23,612	1,715	21,897	7.3	6.9	8.0	2.5
Middle Quintile	31,090	20.0	42,531	6,054	36,477	14.2	11.9	12.9	8.3
Fourth Quintile	29,591	19.1	72,702	13,176	59,526	18.1	19.4	20.0	17.2
Top Quintile	29,084	18.7	226,416	55,933	170,483	24.7	59.4	56.2	71.8
All	155,368	100.0	71,362	14,575	56,786	20.4	100.0	100.0	100.0
Addendum									
80-90	14,619	9.4	113,942	24,774	89,168	21.7	15.0	14.8	16.0
90-95	7,214	4.6	166,326	37,926	128,399	22.8	10.8	10.5	12.1
95-99	5,825	3.8	287,803	70,325	217,478	24.4	15.1	14.4	18.1
Top 1 Percent	1,427	0.9	1,432,105	407,499	1,024,606	28.5	18.4	16.6	25.7
Top 0.1 Percent	142	0.1	6,661,121	2,075,902	4,585,219	31.2	8.5	7.4	13.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

Number of AMT Taxpayers (millions). Baseline: 4.1 Proposal: 4.3

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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% 12027, 40% 23056, 60% 39655, 80% 67041, 90% 97712, 95% 137568, 99% 353148, 99.9% 1429554.

(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.

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Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2011 ¹
Detail Table - Single Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	66.2	0.2	2.8	8.3	-186	-38.3	-0.5	1.0	-2.6	4.2
Second Quintile	59.7	3.7	1.5	9.8	-240	-13.4	-0.4	4.7	-1.3	8.6
Middle Quintile	74.8	7.5	1.7	16.5	-455	-8.9	-0.3	12.6	-1.4	14.7
Fourth Quintile	79.6	7.1	1.8	20.6	-731	-7.1	0.0	20.1	-1.4	18.4
Top Quintile	79.2	3.2	1.8	44.6	-1,888	-5.2	1.2	61.4	-1.3	24.1
All	70.1	4.0	1.8	100.0	-571	-7.0	0.0	100.0	-1.4	19.0
Addendum										
80-90	81.0	4.0	1.8	15.6	-1,138	-6.0	0.2	18.2	-1.4	21.9
90-95	75.3	3.9	1.6	6.0	-1,377	-5.2	0.2	8.2	-1.2	22.1
95-99	77.0	0.7	1.3	8.7	-1,909	-4.1	0.5	15.1	-1.0	22.8
Top 1 Percent	81.7	0.0	2.3	14.3	-14,525	-5.1	0.4	19.9	-1.6	29.2
Top 0.1 Percent	85.0	0.0	2.3	5.7	-66,386	-4.3	0.3	9.6	-1.5	33.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2011 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	17,340	25.5	7,204	485	6,719	6.7	4.6	5.4	1.5
Second Quintile	15,760	23.2	18,081	1,798	16,283	9.9	10.4	11.8	5.1
Middle Quintile	14,098	20.8	31,593	5,085	26,508	16.1	16.3	17.2	12.9
Fourth Quintile	10,924	16.1	51,705	10,260	41,446	19.8	20.7	20.8	20.1
Top Quintile	9,157	13.5	144,300	36,661	107,639	25.4	48.4	45.4	60.3
All	67,885	100.0	40,203	8,208	31,995	20.4	100.0	100.0	100.0
Addendum									
80-90	5,319	7.8	80,931	18,828	62,103	23.3	15.8	15.2	18.0
90-95	1,696	2.5	113,971	26,560	87,410	23.3	7.1	6.8	8.1
95-99	1,760	2.6	195,495	46,500	148,995	23.8	12.6	12.1	14.7
Top 1 Percent	382	0.6	926,155	284,694	641,461	30.7	13.0	11.3	19.5
Top 0.1 Percent	33	0.1	4,471,146	1,551,382	2,919,765	34.7	5.5	4.5	9.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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% 12027, 40% 23056, 60% 39655, 80% 67041, 90% 97712, 95% 137568, 99% 353148, 99.9% 1429554.

(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 T11-0005
Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2011 ¹
Detail Table - Married Tax Units Filing Jointly

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	66.7	0.0	4.3	4.1	-525	31,093.5	-0.2	-0.2	-4.3	-4.3
Second Quintile	73.0	4.8	2.3	6.7	-653	-32.2	-0.3	0.8	-2.2	4.6
Middle Quintile	79.0	5.1	1.7	10.8	-806	-11.5	-0.3	4.8	-1.5	11.3
Fourth Quintile	86.7	6.0	1.8	23.5	-1,305	-8.6	-0.5	14.6	-1.5	15.7
Top Quintile	91.9	1.0	1.3	54.7	-2,543	-3.8	1.4	79.9	-0.9	23.6
All	82.5	3.5	1.5	100.0	-1,402	-5.5	0.0	100.0	-1.2	20.1
Addendum										
80-90	91.1	1.8	1.9	19.6	-2,003	-6.9	-0.2	15.3	-1.5	19.6
90-95	91.1	0.5	1.6	14.2	-2,321	-5.6	0.0	14.1	-1.3	21.4
95-99	94.6	0.1	1.2	13.0	-2,891	-3.5	0.4	20.7	-0.9	23.8
Top 1 Percent	92.6	0.0	0.6	8.0	-6,924	-1.6	1.2	29.7	-0.4	27.5
Top 0.1 Percent	95.1	0.0	0.4	2.5	-21,575	-1.0	0.7	15.0	-0.3	30.2

Baseline Distribution of Income and Federal Taxes
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Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	6,593	10.8	12,215	-2	12,217	0.0	1.1	1.4	0.0
Second Quintile	8,725	14.4	30,203	2,026	28,177	6.7	3.6	4.3	1.1
Middle Quintile	11,382	18.7	54,932	7,008	47,925	12.8	8.6	9.6	5.2
Fourth Quintile	15,307	25.2	88,212	15,184	73,028	17.2	18.6	19.6	15.0
Top Quintile	18,340	30.2	270,045	66,140	203,905	24.5	68.3	65.6	78.5
All	60,792	100.0	119,264	25,422	93,842	21.3	100.0	100.0	100.0
Addendum									
80-90	8,320	13.7	136,955	28,902	108,053	21.1	15.7	15.8	15.6
90-95	5,211	8.6	184,374	41,858	142,516	22.7	13.3	13.0	14.1
95-99	3,824	6.3	332,662	82,053	250,609	24.7	17.6	16.8	20.3
Top 1 Percent	985	1.6	1,604,165	447,316	1,156,849	27.9	21.8	20.0	28.5
Top 0.1 Percent	100	0.2	7,259,853	2,211,056	5,048,798	30.5	10.0	8.8	14.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

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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.

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Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2011 ¹
Detail Table - Head of Household Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	88.9	0.0	6.5	30.8	-850	81.2	-8.7	-15.8	-7.1	-15.7
Second Quintile	93.0	1.3	2.7	24.7	-726	-66.6	-4.1	2.9	-2.6	1.3
Middle Quintile	92.6	2.1	2.1	18.9	-832	-12.7	2.0	29.8	-1.8	12.4
Fourth Quintile	91.3	1.3	2.2	15.9	-1,277	-9.2	3.8	36.1	-1.7	17.2
Top Quintile	93.9	0.4	1.4	9.5	-1,863	-4.5	7.0	46.9	-1.1	23.0
All	91.3	1.0	2.7	100.0	-902	-18.7	0.0	100.0	-2.4	10.3
Addendum										
80-90	93.5	0.6	1.9	4.9	-1,574	-6.7	2.0	15.8	-1.5	21.0
90-95	95.6	0.0	1.5	2.0	-1,811	-5.1	1.2	8.6	-1.2	21.8
95-99	93.0	0.0	1.1	1.6	-2,246	-3.7	1.5	9.8	-0.8	22.0
Top 1 Percent	93.1	0.0	0.7	1.0	-6,426	-1.7	2.2	12.7	-0.5	28.2
Top 0.1 Percent	91.5	0.0	0.6	0.4	-26,555	-1.4	1.1	6.3	-0.4	30.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2011 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	
Lowest Quintile	7,886	32.6	12,067	-1,048	13,114	-8.7	10.3	12.9	-7.1
Second Quintile	7,424	30.7	27,745	1,091	26,654	3.9	22.4	24.6	6.9
Middle Quintile	4,956	20.5	45,962	6,546	39,416	14.2	24.8	24.3	27.8
Fourth Quintile	2,718	11.2	73,390	13,892	59,498	18.9	21.7	20.1	32.4
Top Quintile	1,112	4.6	174,340	41,884	132,456	24.0	21.1	18.3	39.9
All	24,178	100.0	38,064	4,827	33,237	12.7	100.0	100.0	100.0
Addendum									
80-90	682	2.8	104,552	23,537	81,016	22.5	7.7	6.9	13.8
90-95	240	1.0	155,950	35,760	120,190	22.9	4.1	3.6	7.4
95-99	157	0.7	269,020	61,493	207,527	22.9	4.6	4.1	8.3
Top 1 Percent	33	0.1	1,306,109	374,212	931,898	28.7	4.7	3.8	10.5
Top 0.1 Percent	3	0.0	6,172,341	1,923,317	4,249,024	31.2	2.1	1.7	5.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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% 12027, 40% 23056, 60% 39655, 80% 67041, 90% 97712, 95% 137568, 99% 353148, 99.9% 1429554.

(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 T11-0005
Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2011¹
Detail Table - Tax Units with Children

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Lowest Quintile	92.9	0.0	6.8	13.6	-970	71.0	-1.4	-3.0	-7.5	-18.1
Second Quintile	97.3	0.7	3.1	13.2	-948	-78.0	-1.1	0.3	-3.0	0.9
Middle Quintile	96.5	1.1	2.2	14.6	-1,075	-12.9	-0.5	9.0	-1.9	12.6
Fourth Quintile	97.2	0.4	2.2	22.8	-1,726	-9.7	-0.3	19.2	-1.8	16.9
Top Quintile	98.7	0.0	1.4	35.7	-3,143	-4.2	3.2	74.3	-1.1	24.5
All	96.3	0.5	2.1	100.0	-1,509	-8.3	0.0	100.0	-1.7	18.4
Addendum										
80-90	98.5	0.1	2.2	15.8	-2,663	-7.4	0.2	18.0	-1.7	20.9
90-95	99.2	0.0	1.9	8.3	-2,970	-6.1	0.3	11.7	-1.4	22.0
95-99	98.9	0.0	1.2	7.2	-3,432	-3.3	1.0	19.1	-0.9	25.1
Top 1 Percent	98.3	0.0	0.6	4.3	-8,492	-1.5	1.8	25.5	-0.5	29.2
Top 0.1 Percent	97.1	0.0	0.4	1.2	-24,391	-0.9	1.0	12.5	-0.3	31.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2011¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	10,306	21.1	12,912	-1,365	14,277	-10.6	3.0	4.2	-1.6
Second Quintile	10,267	21.0	31,428	1,216	30,212	3.9	7.3	8.8	1.4
Middle Quintile	9,991	20.4	57,612	8,352	49,260	14.5	13.1	14.0	9.4
Fourth Quintile	9,734	19.9	95,095	17,757	77,338	18.7	21.0	21.4	19.5
Top Quintile	8,367	17.1	293,544	75,141	218,404	25.6	55.8	52.0	71.1
All	48,902	100.0	89,975	18,091	71,884	20.1	100.0	100.0	100.0
Addendum									
80-90	4,381	9.0	159,754	36,010	123,744	22.5	15.9	15.4	17.8
90-95	2,062	4.2	208,714	48,913	159,801	23.4	9.8	9.4	11.4
95-99	1,547	3.2	398,499	103,507	294,992	26.0	14.0	13.0	18.1
Top 1 Percent	377	0.8	1,882,020	557,054	1,324,965	29.6	16.1	14.2	23.7
Top 0.1 Percent	36	0.1	8,973,155	2,830,822	6,142,333	31.6	7.4	6.3	11.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

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

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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% 12027, 40% 23056, 60% 39655, 80% 67041, 90% 97712, 95% 137568, 99% 353148, 99.9% 1429554.

(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 T11-0005
Current Law
Baseline: Pre-2009-Stimulus Law plus AMT Patch, Evaluated in 2011
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2011¹
Detail Table - Elderly Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) (Points)	Under the Proposal	Change (%) (Points)	Under the Proposal
Lowest Quintile	16.4	0.3	0.5	1.6	-41	-20.5	0.0	0.2	-0.4	1.7
Second Quintile	17.5	10.6	0.2	2.8	-43	-6.6	-0.1	1.4	-0.2	3.0
Middle Quintile	27.2	22.4	0.2	4.3	-82	-4.4	0.0	3.2	-0.2	4.8
Fourth Quintile	40.2	26.4	0.4	9.9	-212	-3.2	0.0	10.3	-0.3	9.7
Top Quintile	52.9	7.0	0.9	81.3	-1,693	-3.2	0.1	84.8	-0.7	21.7
All	30.3	13.7	0.7	100.0	-396	-3.3	0.0	100.0	-0.6	16.1
Addendum										
80-90	43.9	12.9	0.5	7.9	-389	-2.6	0.1	10.1	-0.4	14.6
90-95	50.2	5.3	0.6	8.8	-710	-2.5	0.1	11.6	-0.5	17.6
95-99	64.8	1.1	0.7	16.7	-1,405	-2.5	0.2	21.9	-0.5	20.9
Top 1 Percent	73.8	0.1	1.5	47.9	-13,619	-3.8	-0.2	41.3	-1.1	27.5
Top 0.1 Percent	82.6	0.0	1.5	20.4	-58,452	-3.2	0.0	21.3	-1.0	30.9

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2011¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	4,506	15.2	9,355	199	9,157	2.1	2.0	2.3	0.3
Second Quintile	7,861	26.5	20,255	641	19,614	3.2	7.4	8.6	1.4
Middle Quintile	6,119	20.6	37,501	1,893	35,608	5.1	10.7	12.2	3.3
Fourth Quintile	5,507	18.6	66,806	6,658	60,148	10.0	17.2	18.5	10.3
Top Quintile	5,645	19.0	238,417	53,490	184,927	22.4	62.8	58.4	84.7
All	29,671	100.0	72,215	12,011	60,204	16.6	100.0	100.0	100.0
Addendum									
80-90	2,371	8.0	101,072	15,093	85,980	14.9	11.2	11.4	10.0
90-95	1,461	4.9	154,874	27,943	126,931	18.0	10.6	10.4	11.5
95-99	1,399	4.7	258,236	55,300	202,935	21.4	16.9	15.9	21.7
Top 1 Percent	413	1.4	1,255,047	358,093	896,955	28.5	24.2	20.7	41.5
Top 0.1 Percent	41	0.1	5,790,160	1,848,092	3,942,068	31.9	11.1	9.0	21.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-7).

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

(1) Calendar year. Baseline is 2009 pre-stimulus law; proposal is current law. Provisions present only in current law include the American Opportunity Tax Credit (replaces the Hope Credit); expanded EITC and Child Credit provisions continued from the 2009 stimulus; and a 2 percentage point cut in OASDI tax rate for employees. Provisions present only in pre-stimulus law include the standard deduction add-on for property taxes paid; 33 percent of Pease and PEP (vs. full phaseout of Pease and PEP under current law); and an AGI limit for converting to Roth IRAs. Additionally, current law replaces 2009 estate law with a 35 percent rate and \$5,000,000 exemption. Both baseline and proposal include the 2011 AMT patch.

(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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(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.