

Table T11-0030
Administration's FY2012 Budget Proposals
Average Effective Marginal Individual Income Tax Rates
Distribution by Cash Income Level, 2013¹

Cash Income Class (thousands of 2009 dollars) ²	Current Law	Current Policy ³	Budget Proposal ⁴
Less than 10	-4.5	-7.3	-7.5
10-20	8.3	4.5	4.2
20-30	16.7	15.3	15.0
30-40	19.5	18.7	18.6
40-50	18.7	18.4	18.2
50-75	22.3	19.4	19.4
75-100	24.7	19.4	19.3
100-200	28.0	25.4	25.3
200-500	34.0	31.9	33.3
500-1,000	38.8	30.5	39.2
More than 1,000	40.1	33.7	39.8
All	26.6	23.5	24.4

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

(1) Calendar year. Effective marginal rate is determined by calculating individual income tax and then adding \$1,000 to wages and recomputing individual income tax. Values are averages, weighted by the dollar value of wages and salaries.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals.

Excludes tax units with zero income. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Current policy assumes that all the temporary provisions in place for calendar year 2011 are extended, with the exception of the payroll tax cut, and indexes the AMT exemption level after 2011.

(4) Proposal contains all the individual income tax provisions in the Administration's FY2012 Budget Proposal.