

Table T09-0390
Income Subject to Tax and Effective Marginal Tax Rates
in the Regular Income Tax and the AMT among AMT Taxpayers, Current Law ¹

2009

Cash Income Class (thousands of 2009\$) ²	Percent with More Income Subject to Tax In ³		Average Adjustments and Preferences ⁴	Percent with a Higher Marginal Tax Rate In ⁵		Average Effective Marginal Tax Rate (percent) ⁶	
	Regular Tax	AMT		Regular Tax	AMT	Before AMT	After AMT
Less than 30	0.0	100.0	807,283	1.2	98.0	-3.1	19.7
30-50	69.3	30.7	306,082	0.3	84.4	-2.1	9.3
50-75	78.6	21.4	67,118	0.0	99.5	15.2	26.7
75-100	92.1	7.9	45,368	1.9	96.9	23.7	31.3
100-200	93.8	6.2	36,944	2.3	95.4	26.2	31.4
200-500	57.6	42.4	38,159	14.7	84.8	30.7	34.0
500-1,000	7.2	92.8	60,475	64.0	35.5	31.9	30.2
More than 1,000	6.2	93.8	280,058	64.7	34.0	28.6	27.9
All	56.0	44.0	51,685	20.9	78.3	29.7	32.7

2010

Cash Income Class (thousands of 2009\$)	Percent with More Income Subject to Tax In		Average Adjustments and Preferences	Percent with a Higher Marginal Tax Rate In		Average Effective Marginal Tax Rate (percent)	
	Regular Tax	AMT		Regular Tax	AMT	Before AMT	After AMT
Less than 30	82.5	17.5	137,774	0.3	99.6	7.4	21.6
30-50	91.7	8.3	16,677	1.1	96.3	15.6	24.1
50-75	97.1	2.9	18,933	1.0	94.1	17.7	24.3
75-100	98.9	1.1	19,074	0.9	93.3	18.0	24.7
100-200	97.4	2.6	21,390	2.9	94.3	24.9	28.5
200-500	52.7	47.3	30,369	16.3	82.6	29.2	32.6
500-1,000	11.4	88.6	57,456	65.3	30.1	30.7	28.7
More than 1,000	9.2	90.8	250,698	55.9	34.4	27.9	27.7
All	86.9	13.1	24,986	6.7	90.0	23.8	28.1

2011

Cash Income Class (thousands of 2009\$)	Percent with More Income Subject to Tax In		Average Adjustments and Preferences	Percent with a Higher Marginal Tax Rate In		Average Effective Marginal Tax Rate (percent)	
	Regular Tax	AMT		Regular Tax	AMT	Before AMT	After AMT
Less than 30	85.7	14.4	92,038	0.1	99.9	16.4	29.3
30-50	95.0	5.0	20,045	2.4	96.6	17.9	29.5
50-75	96.1	3.9	20,611	17.0	81.3	18.2	25.3
75-100	98.1	1.9	22,158	34.8	63.5	20.9	25.9
100-200	94.1	5.9	27,528	67.7	32.0	27.5	27.4
200-500	45.2	54.8	35,585	50.3	49.6	33.5	32.7
500-1,000	12.0	88.0	64,561	76.4	23.5	32.7	29.7
More than 1,000	11.7	88.3	328,498	71.6	27.5	31.1	28.8
All	85.0	15.0	29,078	48.7	50.5	25.6	27.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-2).

(1) AMT taxpayers include those with AMT liability from Form 6251, with lost credits, and with reduced deductions.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. Includes both filing and non-filing units but excludes those that are dependents of other taxpayers. For a description of cash income, see

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

(3) Income subject to tax for the regular income tax is taxable income; for the AMT it is AMTI net of the AMT exemption.

(4) Amounts are in nominal dollars to facilitate comparison with AMT exemption amounts. For 2009, the AMT exemption is \$70,950 for married couples filing jointly and surviving spouses; \$46,700 for unmarried individuals other than surviving spouses; and \$33,125 for married individuals filing separately. For 2010 and 2011, the exemption amounts are \$45,000, \$33,750, and \$22,500.

(5) The marginal tax rate for each return is calculated by adding \$1,000 to wages, recomputing income tax net of refundable credits, and dividing the resulting change in tax liability by 1,000.

(6) Marginal tax rates represent a simple average across individuals.