

**Table T09-0337**  
**Distribution of Tax Units with Zero or Negative Individual Income Tax Liability by Cash Income Level**  
**Obama Administration Budget Proposal, 2012 <sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Number of Tax Units with No Liability (thousands) <sup>4</sup>	Percent of Class with No Liability <sup>4</sup>
	Number of Tax Units (thousands)	Percent of Total		
<b>Less than 10</b>	16,867	10.7	16,814	99.7
<b>10-20</b>	24,202	15.4	20,517	84.8
<b>20-30</b>	21,129	13.4	12,696	60.1
<b>30-40</b>	16,119	10.2	7,423	46.1
<b>40-50</b>	12,811	8.1	4,139	32.3
<b>50-75</b>	22,730	14.4	4,027	17.7
<b>75-100</b>	14,433	9.2	882	6.1
<b>100-200</b>	20,762	13.2	485	2.3
<b>200-500</b>	5,989	3.8	74	1.2
<b>500-1,000</b>	1,052	0.7	18	1.7
<b>More than 1,000</b>	533	0.3	4	0.8
<b>All</b>	157,348	100.0	67,789	43.1

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

(1) Calendar year. Budget proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

(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) Includes those with zero or negative liability.