

Table T11-0176
Distribution of Tax Units that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 43,661 | 26.6 | 40,782 | 53.5 | 93.4 |
| Second Quintile | 36,819 | 22.5 | 22,257 | 29.2 | 60.4 |
| Middle Quintile | 32,344 | 19.7 | 9,721 | 12.8 | 30.1 |
| Fourth Quintile | 26,761 | 16.3 | 1,956 | 2.6 | 7.3 |
| Top Quintile | 23,243 | 14.2 | 444 | 0.6 | 1.9 |
| All | 163,869 | 100.0 | 76,185 | 100.0 | 46.5 |
| Addendum | | | | | |
| 80-90 | 11,775 | 7.2 | 284 | 0.4 | 2.4 |
| 90-95 | 5,676 | 3.5 | 57 | 0.1 | 1.0 |
| 95-99 | 4,619 | 2.8 | 78 | 0.1 | 1.7 |
| Top 1 Percent | 1,173 | 0.7 | 24 | 0.0 | 2.1 |
| Top 0.1 Percent | 120 | 0.1 | 3 | 0.0 | 2.3 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | -4,094 | -1,356 | 0 | 0 | 0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those with individual income tax liability of \$0 or less.

(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>.

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 2011 dollars): 20% \$16,812, 40% \$33,542, 60% \$59,486, 80% \$103,465, 90% \$163,173, 95% \$210,998, 99% \$532,613, 99.9% \$2,178,886.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

Table T11-0176
Distribution of Single Tax Units that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 23,213 | 28.9 | 22,790 | 54.2 | 98.2 |
| Second Quintile | 19,348 | 24.1 | 13,071 | 31.1 | 67.6 |
| Middle Quintile | 16,100 | 20.1 | 4,730 | 11.3 | 29.4 |
| Fourth Quintile | 11,976 | 14.9 | 592 | 1.4 | 4.9 |
| Top Quintile | 9,009 | 11.2 | 264 | 0.6 | 2.9 |
| All | 80,235 | 100.0 | 42,026 | 100.0 | 52.4 |
| Addendum | | | | | |
| 80-90 | 5,267 | 6.6 | 158 | 0.4 | 3.0 |
| 90-95 | 1,648 | 2.1 | 45 | 0.1 | 2.7 |
| 95-99 | 1,704 | 2.1 | 52 | 0.1 | 3.1 |
| Top 1 Percent | 389 | 0.5 | 9 | 0.0 | 2.2 |
| Top 0.1 Percent | 33 | 0.0 | 1 | 0.0 | 1.7 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | -464 | 0 | 0 | 0 | 0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those with individual income tax liability of \$5 or less and file as single.

(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>.

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 2011 dollars): 20% \$11,688; 40% \$22,351; 60% \$38,055; 80% \$65,353; 90% \$95,935; 95% \$134,201; 99% \$335,779; 99.9% \$1,350,445.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

Table T11-0176
Distribution of Married Filing Jointly Tax Units that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 1,782 | 3.1 | 1,773 | 10.9 | 99.5 |
| Second Quintile | 3,245 | 5.7 | 3,083 | 18.9 | 95.0 |
| Middle Quintile | 5,638 | 10.0 | 4,419 | 27.1 | 78.4 |
| Fourth Quintile | 11,149 | 19.7 | 5,182 | 31.8 | 46.5 |
| Top Quintile | 34,505 | 60.9 | 1,482 | 9.1 | 4.3 |
| All | 56,662 | 100.0 | 16,279 | 100.0 | 28.7 |
| Addendum | | | | | |
| 80-90 | 12,327 | 21.8 | 1,062 | 6.5 | 8.6 |
| 90-95 | 7,829 | 13.8 | 248 | 1.5 | 3.2 |
| 95-99 | 11,915 | 21.0 | 134 | 0.8 | 1.1 |
| Top 1 Percent | 2,435 | 4.3 | 37 | 0.2 | 1.5 |
| Top 0.1 Percent | 216 | 0.4 | 3 | 0.0 | 1.6 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | -6,032 | -3,231 | -464 | 0 | 0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those married individuals with income tax liability of \$5 or less and file as a joint return.

(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>.

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 2011 dollars): 20% \$11,688; 40% \$22,351; 60% \$38,055; 80% \$65,353; 90% \$95,935; 95% \$134,201; 99% \$335,779; 99.9% \$1,350,445.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

Table T11-0176
Distribution of Head of Household Tax Units that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 4,390 | 18.0 | 4,378 | 25.2 | 99.7 |
| Second Quintile | 5,905 | 24.2 | 5,592 | 32.2 | 94.7 |
| Middle Quintile | 6,603 | 27.0 | 5,605 | 32.3 | 84.9 |
| Fourth Quintile | 4,684 | 19.2 | 1,573 | 9.1 | 33.6 |
| Top Quintile | 2,755 | 11.3 | 148 | 0.9 | 5.4 |
| All | 24,414 | 100.0 | 17,371 | 100.0 | 71.2 |
| Addendum | | | | | |
| 80-90 | 1,849 | 7.6 | 123 | 0.7 | 6.6 |
| 90-95 | 506 | 2.1 | 19 | 0.1 | 3.7 |
| 95-99 | 337 | 1.4 | 3 | 0.0 | 0.9 |
| Top 1 Percent | 63 | 0.3 | 3 | 0.0 | 5.3 |
| Top 0.1 Percent | 5 | 0.0 | 0 | 0.0 | 1.3 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | -6,177 | -4,094 | -2,591 | -635 | 0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those with individual income tax liability of \$5 or less and file as head of household.

(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>.

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 2011 dollars): 20% \$11,688; 40% \$22,351; 60% \$38,055; 80% \$65,353; 90% \$95,935; 95% \$134,201; 99% \$335,779; 99.9% \$1,350,445.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

Table T11-0176
Distribution of Married Filing Separately Tax Units that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 196 | 7.7 | 184 | 36.1 | 93.8 |
| Second Quintile | 357 | 14.0 | 87 | 17.1 | 24.3 |
| Middle Quintile | 680 | 26.6 | 88 | 17.2 | 12.9 |
| Fourth Quintile | 703 | 27.5 | 79 | 15.6 | 11.3 |
| Top Quintile | 589 | 23.0 | 41 | 8.0 | 6.9 |
| All | 2,558 | 100.0 | 510 | 100.0 | 19.9 |
| Addendum | | | | | |
| 80-90 | 386 | 15.1 | 25 | 5.0 | 6.5 |
| 90-95 | 88 | 3.4 | 8 | 1.5 | 8.9 |
| 95-99 | 87 | 3.4 | 6 | 1.2 | 7.1 |
| Top 1 Percent | 28 | 1.1 | 2 | 0.3 | 5.5 |
| Top 0.1 Percent | 6 | 0.2 | 0 | 0.0 | 2.5 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | -1,374 | -286 | 0 | 0 | 0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those married individuals with income tax liability of \$5 or less that file separately.

(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>.

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 2011 dollars): 20% \$11,688; 40% \$22,351; 60% \$38,055; 80% \$65,353; 90% \$95,935; 95% \$134,201; 99% \$335,779; 99.9% \$1,350,445.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

Table T11-0176
Distribution of Elderly Tax Units that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 4,882 | 13.7 | 4,882 | 24.6 | 100.0 |
| Second Quintile | 8,474 | 23.8 | 8,390 | 42.3 | 99.0 |
| Middle Quintile | 6,367 | 17.9 | 4,114 | 20.7 | 64.6 |
| Fourth Quintile | 6,390 | 18.0 | 2,059 | 10.4 | 32.2 |
| Top Quintile | 9,390 | 26.4 | 372 | 1.9 | 4.0 |
| All | 35,530 | 100.0 | 19,845 | 100.0 | 55.9 |
| Addendum | | | | | |
| 80-90 | 4,276 | 12.0 | 259 | 1.3 | 6.1 |
| 90-95 | 1,998 | 5.6 | 54 | 0.3 | 2.7 |
| 95-99 | 2,513 | 7.1 | 47 | 0.2 | 1.9 |
| Top 1 Percent | 602 | 1.7 | 12 | 0.1 | 1.9 |
| Top 0.1 Percent | 60 | 0.2 | 0 | 0.0 | 0.7 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | 0 | 0 | 0 | 0 | 0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those with individual income tax liability of \$5 or less and at least the primary or secondary taxpayer is 65 years old.

(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>.

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 2011 dollars): 20% \$11,688; 40% \$22,351; 60% \$38,055; 80% \$65,353; 90% \$95,935; 95% \$134,201; 99% \$335,779; 99.9% \$1,350,445.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

Table T11-0176
Distribution of Tax Units with Children that Pay No Individual Income Tax
by Cash Income Percentile, Current Law, 2011 ¹

| Cash Income Percentile ² | Number of Tax Units (thousands) ³ | Percentage of Total Tax Units | Number of Non Paying Tax Units (thousands) | Percentage of Total Non Paying Tax Units | Percentage of Non Paying Tax Units in Class |
|--|--|-------------------------------|--|--|---|
| Lowest Quintile | 4,690 | 9.7 | 4,684 | 18.9 | 99.9 |
| Second Quintile | 6,446 | 13.3 | 6,417 | 25.9 | 99.5 |
| Middle Quintile | 8,347 | 17.3 | 7,829 | 31.5 | 93.8 |
| Fourth Quintile | 8,755 | 18.1 | 4,522 | 18.2 | 51.6 |
| Top Quintile | 19,957 | 41.3 | 1,187 | 4.8 | 5.9 |
| All | 48,380 | 100.0 | 24,821 | 100.0 | 51.3 |
| Addendum | | | | | |
| 80-90 | 7,554 | 15.6 | 919 | 3.7 | 12.2 |
| 90-95 | 4,432 | 9.2 | 183 | 0.7 | 4.1 |
| 95-99 | 6,654 | 13.8 | 63 | 0.3 | 0.9 |
| Top 1 Percent | 1,317 | 2.7 | 23 | 0.1 | 1.7 |
| Top 0.1 Percent | 104 | 0.2 | 1 | 0.0 | 1.0 |
| Addendum II | | | | | |
| Distribution of Individual Income Tax Liability for those with Liability of \$5 or less | | | | | |
| | Percentile of Income Tax Liability Distribution | | | | |
| | 10th | 25th | 50th | 75th | 90th |
| Liability (\$ 2011) | -6,665 | -4,682 | -3,094 | -1,364 | -135 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-2).

(1) Calendar year under current law. "Non-paying tax units" are those with individual income tax liability of \$5 or less and has at least one home or away dependent exemption.

(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>.

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 2011 dollars): 20% \$11,688; 40% \$22,351; 60% \$38,055; 80% \$65,353; 90% \$95,935; 95% \$134,201; 99% \$335,779; 99.9% \$1,350,445.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units.