

Click on PDF or Excel link above for additional tables containing more detail and breakdowns by filing status and demographic groups.

Table T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile, 2013 ¹
Summary Table

Cash Income Percentile ^{2,3}	Tax Units with Tax Increase or Cut 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 (%)	Under the Proposal
	Pct of Tax Units	Avg Tax Cut	Pct of Tax Units	Avg Tax Increase					
Lowest Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	3.8
Second Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	10.8
Middle Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	17.4
Fourth Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	21.4
Top Quintile	0.0	0	11.9	18,864	-1.2	100.0	2,240	0.8	30.0
All	0.0	0	1.7	18,864	-0.6	100.0	324	0.5	24.1
Addendum									
80-90	0.0	0	0.1	435	0.0	0.0	0	0.0	24.6
90-95	0.0	0	0.8	1,477	0.0	0.1	11	0.0	25.9
95-99	0.0	0	41.5	5,490	-0.9	20.3	2,277	0.7	28.6
Top 1 Percent	0.0	0	66.5	53,167	-3.1	79.6	35,373	2.0	37.3
Top 0.1 Percent	0.0	0	60.0	277,578	-3.5	38.4	166,423	2.1	41.5

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

Number of AMT Taxpayers (millions). Baseline: 21.0

Proposal: 20.9

* Less than 0.05

** Insufficient data

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$17,910; 40% \$37,091; 60% \$64,533; 80% \$111,349; 90% \$160,384; 95% \$227,324; 99% \$593,011; 99.9% \$2,682,257.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile, 2013¹
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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.6	0.0	3.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	3.9	0.0	10.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	10.0	0.0	17.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.3	17.5	0.0	21.4
Top Quintile	0.0	11.9	-1.2	100.0	2,240	2.8	0.6	68.0	0.8	30.0
All	0.0	1.7	-0.6	100.0	324	1.9	0.0	100.0	0.5	24.1
Addendum										
80-90	0.0	0.1	0.0	0.0	0	0.0	-0.3	14.0	0.0	24.6
90-95	0.0	0.8	0.0	0.1	11	0.0	-0.2	10.2	0.0	25.9
95-99	0.0	41.5	-0.9	20.3	2,277	2.4	0.1	16.1	0.7	28.6
Top 1 Percent	0.0	66.5	-3.1	79.6	35,373	5.7	1.0	27.6	2.0	37.3
Top 0.1 Percent	0.0	60.0	-3.5	38.4	166,423	5.4	0.5	14.0	2.1	41.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile, 2013¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number	Percent of	Average	Percent of	Average (dollars)	Percent of	Average (dollars)	Percent of		
Lowest Quintile	43,362	26.1	10,122	3.7	380	0.6	9,742	4.6	3.8	
Second Quintile	37,681	22.7	27,586	8.6	2,966	3.9	24,621	10.1	10.8	
Middle Quintile	32,699	19.7	50,739	13.8	8,815	10.1	41,924	14.9	17.4	
Top Quintile	24,067	14.5	272,779	54.6	79,526	67.4	193,253	50.6	29.2	
All	166,272	100.0	72,381	100.0	17,092	100.0	55,290	100.0	23.6	
Addendum										
80-90	12,130	7.3	136,031	13.7	33,514	14.3	102,516	13.5	24.6	
90-95	5,919	3.6	193,370	9.5	50,000	10.4	143,370	9.2	25.9	
95-99	4,805	2.9	338,609	13.5	94,595	16.0	244,014	12.8	27.9	
Top 1 Percent	1,213	0.7	1,767,267	17.8	624,138	26.6	1,143,129	15.1	35.3	
Top 0.1 Percent	124	0.1	7,871,135	8.1	3,098,558	13.6	4,772,578	6.5	39.4	

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

Number of AMT Taxpayers (millions). Baseline: 21.0

Proposal: 20.9

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$17,910; 40% \$37,091; 60% \$64,533; 80% \$111,349; 90% \$160,384; 95% \$227,324; 99% \$593,011; 99.9% \$2,682,257.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	1.1
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	2.8	0.0	9.4
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	8.1	0.0	15.9
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.3	16.7	0.0	20.8
Top Quintile	0.0	9.3	-1.1	100.0	1,758	2.7	0.5	72.1	0.8	29.5
All	0.0	1.7	-0.6	100.0	324	1.9	0.0	100.0	0.5	24.1
Addendum										
80-90	0.0	*	0.0	0.0	0	0.0	-0.3	14.9	0.0	24.2
90-95	0.0	0.9	0.0	0.1	8	0.0	-0.2	11.3	0.0	25.7
95-99	0.0	30.7	-0.8	19.6	1,734	2.2	0.1	17.2	0.6	28.2
Top 1 Percent	0.0	62.5	-3.0	80.3	29,526	5.5	1.0	28.7	1.9	37.0
Top 0.1 Percent	0.0	59.5	-3.5	40.2	146,348	5.4	0.5	14.7	2.1	41.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2013 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number	Percent of	Average	Percent of	Average (dollars)	Percent of	Average (dollars)	Percent of		
Lowest Quintile	36,065	21.7	9,430	2.8	105	0.1	9,325	3.7	1.1	
Second Quintile	34,713	20.9	24,668	7.1	2,308	2.8	22,360	8.4	9.4	
Middle Quintile	33,034	19.9	44,764	12.3	7,106	8.3	37,658	13.5	15.9	
Top Quintile	30,666	18.4	230,715	58.8	66,367	71.6	164,348	54.8	28.8	
All	166,272	100.0	72,381	100.0	17,092	100.0	55,290	100.0	23.6	
Addendum										
80-90	15,414	9.3	115,967	14.9	28,051	15.2	87,916	14.7	24.2	
90-95	7,701	4.6	165,716	10.6	42,629	11.6	123,087	10.3	25.7	
95-99	6,085	3.7	289,779	14.7	79,971	17.1	209,807	13.9	27.6	
Top 1 Percent	1,466	0.9	1,533,122	18.7	537,322	27.7	995,799	15.9	35.1	
Top 0.1 Percent	148	0.1	6,917,786	8.5	2,722,903	14.2	4,194,883	6.8	39.4	

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

Number of AMT Taxpayers (millions). Baseline: 21.0

Proposal: 20.9

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$12,691; 40% \$24,715; 60% \$41,205; 80% \$67,703; 90% \$97,820; 95% \$138,778; 99% \$358,616; 99.9% \$1,621,247.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 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	0.0	0.0	0.0	0.0	0	0.0	0.0	1.4	0.0	5.7
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	4.8	0.0	9.1
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	12.0	0.0	15.9
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	19.6	0.0	21.6
Top Quintile	0.0	4.6	-0.8	100.0	844	1.9	0.4	62.0	0.6	30.3
All	0.0	0.6	-0.3	100.0	101	1.2	0.0	100.0	0.3	22.4
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.2	15.3	0.0	25.3
90-95	0.0	0.0	0.0	0.0	0	0.0	-0.1	10.7	0.0	27.1
95-99	0.0	13.2	-0.2	7.7	350	0.6	-0.1	14.6	0.2	28.4
Top 1 Percent	0.0	56.0	-3.2	92.3	20,490	5.2	0.8	21.5	2.0	40.1
Top 0.1 Percent	0.0	59.3	-4.3	49.2	119,413	5.5	0.5	10.8	2.4	45.9

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2013 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number	Percent of	Average (dollars)	Percent of	Average (dollars)	Percent of	Average (dollars)	Percent of		
Lowest Quintile	23,198	28.8	7,467	5.5	422	1.4	7,045	6.7	5.7	
Second Quintile	19,587	24.3	19,069	11.9	1,739	4.9	17,329	13.9	9.1	
Middle Quintile	15,802	19.6	33,699	16.9	5,347	12.1	28,352	18.3	15.9	
Top Quintile	9,604	11.9	150,063	45.8	44,630	61.6	105,433	41.3	29.7	
All	80,622	100.0	39,043	100.0	8,637	100.0	30,407	100.0	22.1	
Addendum										
80-90	5,116	6.4	83,160	13.5	21,007	15.4	62,152	13.0	25.3	
90-95	2,332	2.9	118,552	8.8	32,161	10.8	86,391	8.2	27.1	
95-99	1,790	2.2	202,277	11.5	57,181	14.7	145,096	10.6	28.3	
Top 1 Percent	365	0.5	1,033,246	12.0	393,929	20.7	639,317	9.5	38.1	
Top 0.1 Percent	33	0.0	4,968,941	5.3	2,162,383	10.4	2,806,558	3.8	43.5	

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

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$12,691; 40% \$24,715; 60% \$41,205; 80% \$67,703; 90% \$97,820; 95% \$138,778; 99% \$358,616; 99.9% \$1,621,247.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013¹
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 (%) Under the Proposal	Under the Proposal	Change (%) Under the Proposal	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	0.5
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.3	0.0	10.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	5.2	0.0	15.2
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.3	14.8	0.0	20.3
Top Quintile	0.0	11.7	-1.1	100.0	2,212	2.8	0.5	78.6	0.8	29.3
All	0.0	3.9	-0.7	100.0	739	2.2	0.0	100.0	0.6	25.7
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.3	15.0	0.0	23.8
90-95	0.0	1.2	0.0	0.1	9	0.0	-0.3	12.2	0.0	25.3
95-99	0.0	38.1	-1.0	22.0	2,338	2.6	0.1	19.0	0.7	28.2
Top 1 Percent	0.0	64.7	-2.9	77.9	31,911	5.5	1.0	32.3	1.9	36.2
Top 0.1 Percent	0.0	59.5	-3.3	37.5	150,930	5.3	0.5	16.2	2.0	40.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2013¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶
	Number	Percent of	Average (dollars)	Percent of	Average	Percent of	Average (dollars)	Percent of	
Lowest Quintile	4,398	7.6	14,027	0.8	75	0.0	13,952	1.1	0.5
Second Quintile	6,664	11.5	35,110	3.1	3,806	1.3	31,304	3.6	10.8
Middle Quintile	11,624	20.1	58,324	8.8	8,836	5.3	49,488	10.0	15.2
Top Quintile	19,298	33.4	274,004	68.9	78,020	78.1	195,984	65.8	28.5
All	57,802	100.0	132,789	100.0	33,360	100.0	99,430	100.0	25.1
Addendum									
80-90	9,190	15.9	135,542	16.2	32,198	15.4	103,344	16.5	23.8
90-95	5,048	8.7	188,768	12.4	47,792	12.5	140,976	12.4	25.3
95-99	4,018	7.0	331,401	17.4	91,007	19.0	240,394	16.8	27.5
Top 1 Percent	1,042	1.8	1,686,659	22.9	578,470	31.3	1,108,189	20.1	34.3
Top 0.1 Percent	106	0.2	7,429,691	10.3	2,859,921	15.7	4,569,770	8.4	38.5

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

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$12,691; 40% \$24,715; 60% \$41,205; 80% \$67,703; 90% \$97,820; 95% \$138,778; 99% \$358,616; 99.9% \$1,621,247.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013¹
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	0.0	0.0	0.0	0.0	0	0.0	0.0	-4.1	0.0	-6.4
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	11.8	0.0	7.9
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	25.9	0.0	17.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	28.1	0.0	21.6
Top Quintile	0.0	6.6	-0.7	100.0	838	1.8	0.4	38.2	0.5	27.7
All	0.0	0.3	-0.1	100.0	42	0.7	0.0	100.0	0.1	15.9
Addendum										
80-90	0.0	0.1	0.0	0.0	0	0.0	-0.1	14.0	0.0	24.7
90-95	0.0	1.6	0.0	0.3	12	0.0	0.0	5.7	0.0	25.6
95-99	0.0	30.1	-0.8	27.3	1,553	2.3	0.1	8.1	0.6	26.2
Top 1 Percent	0.0	65.7	-2.6	72.5	22,950	4.8	0.4	10.5	1.7	36.9
Top 0.1 Percent	0.0	53.4	-2.6	28.9	103,187	4.0	0.2	4.9	1.6	41.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2013¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number	Percent of	Average	Percent of	Average (dollars)	Percent of	Average	Percent of		
Lowest Quintile	8,232	32.6	12,526	10.2	-801	-4.1	13,327	12.9	-6.4	
Second Quintile	8,034	31.8	29,745	23.7	2,363	11.9	27,382	25.9	7.9	
Middle Quintile	4,869	19.3	49,199	23.7	8,538	26.1	40,661	23.3	17.4	
Top Quintile	1,263	5.0	175,207	21.9	47,675	37.8	127,531	18.9	27.2	
All	25,256	100.0	39,986	100.0	6,311	100.0	33,675	100.0	15.8	
Addendum										
80-90	814	3.2	111,657	9.0	27,609	14.1	84,048	8.0	24.7	
90-95	230	0.9	154,037	3.5	39,378	5.7	114,659	3.1	25.6	
95-99	186	0.7	266,330	4.9	68,177	7.9	198,153	4.3	25.6	
Top 1 Percent	33	0.1	1,361,869	4.5	479,426	10.1	882,443	3.5	35.2	
Top 0.1 Percent	3	0.0	6,471,563	1.9	2,558,692	4.8	3,912,871	1.4	39.5	

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

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$12,691; 40% \$24,715; 60% \$41,205; 80% \$67,703; 90% \$97,820; 95% \$138,778; 99% \$358,616; 99.9% \$1,621,247.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 ¹
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	0.0	0.0	0.0	0.0	0	0.0	0.0	-1.0	0.0	-8.2
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	2.9	0.0	9.0
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	9.8	0.0	18.1
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.4	20.2	0.0	22.6
Top Quintile	0.0	16.7	-1.3	100.0	2,766	3.1	0.7	67.9	0.9	30.6
All	0.0	2.8	-0.7	100.0	467	2.1	0.0	100.0	0.5	24.5
Addendum										
80-90	0.0	*	0.0	0.0	0	0.0	-0.3	15.4	0.0	25.5
90-95	0.0	3.3	0.0	0.3	32	0.1	-0.2	10.4	0.0	26.7
95-99	0.0	65.5	-1.8	34.2	4,966	4.4	0.4	16.6	1.3	30.0
Top 1 Percent	0.0	74.7	-3.2	65.6	39,603	5.6	0.8	25.5	2.0	38.1
Top 0.1 Percent	0.0	63.4	-3.2	27.1	177,771	4.9	0.3	11.9	1.9	41.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2013 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number	Percent of	Average	Percent of	Average (dollars)	Percent of	Average	Percent of		
Lowest Quintile	10,088	20.4	13,356	2.9	-1,101	-1.0	14,456	4.2	-8.2	
Second Quintile	10,789	21.8	33,957	8.0	3,050	3.0	30,907	9.5	9.0	
Middle Quintile	10,009	20.3	60,740	13.2	11,001	10.0	49,739	14.2	18.1	
Top Quintile	8,349	16.9	298,935	54.3	88,779	67.3	210,156	50.2	29.7	
All	49,418	100.0	93,026	100.0	22,303	100.0	70,722	100.0	24.0	
Addendum										
80-90	4,396	8.9	154,877	14.8	39,479	15.8	115,398	14.5	25.5	
90-95	1,981	4.0	221,864	9.6	59,127	10.6	162,737	9.2	26.7	
95-99	1,589	3.2	392,402	13.6	112,658	16.3	279,744	12.7	28.7	
Top 1 Percent	382	0.8	1,966,324	16.4	710,077	24.6	1,256,247	13.7	36.1	
Top 0.1 Percent	35	0.1	9,174,185	7.0	3,627,835	11.6	5,546,350	5.6	39.5	

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

* Less than 0.05

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

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$12,691; 40% \$24,715; 60% \$41,205; 80% \$67,703; 90% \$97,820; 95% \$138,778; 99% \$358,616; 99.9% \$1,621,247.

(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 T11-0244
Limit Benefit of Specified Tax Expenditures to 2 Percent of AGI for High-Income Taxpayers
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 ¹
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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	0.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.6	0.0	1.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	3.7	0.0	6.0
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.3	10.7	0.0	13.0
Top Quintile	0.0	6.3	-1.1	100.0	1,817	2.8	0.4	84.8	0.8	28.5
All	0.0	1.2	-0.6	100.0	339	2.4	0.0	100.0	0.5	20.6
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.3	11.6	0.0	18.8
90-95	0.0	0.2	0.0	0.0	0	0.0	-0.3	11.0	0.0	22.2
95-99	0.0	13.9	-0.2	5.8	471	0.7	-0.3	20.2	0.2	26.4
Top 1 Percent	0.0	49.8	-3.2	94.2	27,670	5.5	1.2	42.0	2.0	38.5
Top 0.1 Percent	0.0	60.9	-4.6	59.8	171,288	6.7	0.9	22.3	2.7	43.8

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2013 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number	Percent of	Average	Percent of	Average	Percent of	Average (dollars)	Percent of		
Lowest Quintile	5,988	16.2	9,531	2.2	75	0.1	9,456	2.7	0.8	
Second Quintile	9,396	25.4	20,198	7.2	366	0.7	19,832	8.9	1.8	
Middle Quintile	8,334	22.5	40,053	12.7	2,383	3.8	37,669	14.9	6.0	
Top Quintile	6,913	18.7	232,751	61.1	64,617	84.5	168,134	55.2	27.8	
All	37,068	100.0	71,055	100.0	14,265	100.0	56,790	100.0	20.1	
Addendum										
80-90	3,175	8.6	105,683	12.7	19,828	11.9	85,855	13.0	18.8	
90-95	1,753	4.7	152,604	10.2	33,855	11.2	118,749	9.9	22.2	
95-99	1,557	4.2	266,474	15.8	69,807	20.6	196,667	14.6	26.2	
Top 1 Percent	427	1.2	1,382,440	22.4	504,552	40.8	877,887	17.8	36.5	
Top 0.1 Percent	44	0.1	6,274,992	10.4	2,577,223	21.4	3,697,769	7.7	41.1	

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

* Less than 0.05

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

(1) Calendar year. Baseline is current law. Proposal would limit the value of itemized deductions, the exclusion for employer-sponsored health insurance premiums, and the child and dependent care and general business tax credits to two percent of a taxpayer's adjusted gross income. The cap would phase in for married couples with AGI between \$250,000 and \$500,000 and for singles and heads of household with AGI between \$200,000 and \$400,000, indexed for inflation after 2009.

(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 2011 dollars): 20% \$12,691; 40% \$24,715; 60% \$41,205; 80% \$67,703; 90% \$97,820; 95% \$138,778; 99% \$358,616; 99.9% \$1,621,247.

(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.