

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

**Table T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2012<sup>1</sup>**  
**Summary Table**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total				Change (%)	Under the Proposal
Lowest Quintile	43,663	26.4	1.7	2.9	-158	-1.7	-0.1
Second Quintile	37,050	22.4	2.2	8.1	-513	-2.0	5.3
Middle Quintile	32,849	19.9	2.5	13.7	-983	-2.1	12.0
Fourth Quintile	27,060	16.4	2.7	20.9	-1,816	-2.2	16.7
Top Quintile	23,575	14.3	2.6	54.3	-5,422	-2.0	23.5
All	165,201	100.0	2.6	100.0	-1,426	-2.0	18.4
<b>Addendum</b>							
80-90	11,894	7.2	2.9	15.4	-3,058	-2.2	20.3
90-95	5,764	3.5	2.8	10.0	-4,080	-2.1	22.6
95-99	4,723	2.9	2.4	12.1	-6,020	-1.8	24.0
Top 1 Percent	1,193	0.7	2.6	16.8	-33,112	-1.9	26.1
Top 0.1 Percent	122	0.1	3.1	9.6	-184,349	-2.2	28.2

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

Number of AMT Taxpayers (millions). Baseline: 31.2

Proposal: 31.2

(1) Calendar year. Baseline is current law. Proposal is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

<http://www.taxpolicycenter.org/T11-0270>

(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% \$17,130; 40% \$34,174; 60% \$62,042; 80% \$104,401; 90% \$169,059; 95% \$216,085; 99% \$569,944; 99.9% \$2,474,273.

(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2012 <sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>		
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal	
Lowest Quintile	1.7	2.9	-158	-102.9	-0.3	0.0	-1.7	-0.1	
Second Quintile	2.2	8.1	-513	-27.8	-0.6	2.3	-2.0	5.3	
Middle Quintile	2.5	13.7	-983	-15.2	-0.5	8.5	-2.1	12.0	
Fourth Quintile	2.7	20.9	-1,816	-11.7	-0.3	17.4	-2.2	16.7	
Top Quintile	2.6	54.3	-5,422	-7.7	1.7	71.7	-2.0	23.5	
All	2.6	100.0	-1,426	-10.0	0.0	100.0	-2.0	18.4	
<b>Addendum</b>									
80-90	2.9	15.4	-3,058	-9.9	0.0	15.5	-2.2	20.3	
90-95	2.8	10.0	-4,080	-8.6	0.2	11.7	-2.1	22.6	
95-99	2.4	12.1	-6,020	-6.8	0.6	18.3	-1.8	24.0	
Top 1 Percent	2.6	16.8	-33,112	-6.6	0.9	26.2	-1.9	26.1	
Top 0.1 Percent	3.1	9.6	-184,349	-7.1	0.4	13.8	-2.2	28.2	

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile, 2012 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	43,663	26.4	9,572	3.6	154	0.3	9,418	4.5	1.6
Second Quintile	37,050	22.4	25,295	8.1	1,844	2.9	23,451	9.5	7.3
Middle Quintile	32,849	19.9	45,950	13.1	6,475	9.0	39,475	14.1	14.1
Fourth Quintile	27,060	16.4	81,893	19.2	15,515	17.8	66,378	19.6	19.0
Top Quintile	23,575	14.3	275,386	56.2	70,211	70.0	205,174	52.6	25.5
All	165,201	100.0	69,939	100.0	14,315	100.0	55,625	100.0	20.5
<b>Addendum</b>									
80-90	11,894	7.2	137,086	14.1	30,868	15.5	106,218	13.8	22.5
90-95	5,764	3.5	191,432	9.6	47,319	11.5	144,113	9.0	24.7
95-99	4,723	2.9	344,096	14.1	88,716	17.7	255,380	13.1	25.8
Top 1 Percent	1,193	0.7	1,787,841	18.5	499,810	25.2	1,288,031	16.7	28.0
Top 0.1 Percent	122	0.1	8,534,016	9.0	2,590,312	13.4	5,943,704	7.9	30.4

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

Number of AMT Taxpayers (millions). Baseline: 31.2

Proposal: 31.2

(1) Calendar year. Baseline is current law. Proposal is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

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(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

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(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% \$17,130; 40% \$34,174; 60% \$62,042; 80% \$104,401; 90% \$169,059; 95% \$216,085; 99% \$569,944; 99.9% \$2,474,273.

(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	2.1	2.9	-191	76.3	-0.4	-0.7	-2.2	-5.0
Second Quintile	2.1	6.5	-446	-37.3	-0.5	1.2	-2.0	3.3
Middle Quintile	2.4	12.2	-862	-16.2	-0.5	7.0	-2.1	10.9
Fourth Quintile	2.7	20.7	-1,573	-12.1	-0.4	16.7	-2.2	16.2
Top Quintile	2.6	57.5	-4,605	-7.7	1.8	75.8	-2.0	23.3
All	2.6	100.0	-1,426	-10.0	0.0	100.0	-2.0	18.4
<b>Addendum</b>								
80-90	2.9	16.1	-2,577	-9.8	0.0	16.3	-2.2	20.5
90-95	2.7	11.0	-3,499	-8.7	0.2	12.8	-2.1	21.8
95-99	2.4	12.9	-5,191	-6.8	0.7	19.5	-1.8	23.9
Top 1 Percent	2.6	17.5	-28,483	-6.6	1.0	27.3	-1.9	26.0
Top 0.1 Percent	3.1	9.9	-161,103	-7.1	0.4	14.3	-2.2	28.1

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	35,974	21.8	8,876	2.8	-250	-0.4	9,126	3.6	-2.8
Second Quintile	34,567	20.9	22,590	6.8	1,195	1.8	21,395	8.1	5.3
Middle Quintile	33,255	20.1	40,903	11.8	5,325	7.5	35,578	12.9	13.0
Fourth Quintile	30,969	18.8	70,796	19.0	13,022	17.1	57,774	19.5	18.4
Top Quintile	29,431	17.8	235,116	59.9	59,464	74.0	175,652	56.3	25.3
All	165,201	100.0	69,939	100.0	14,315	100.0	55,625	100.0	20.5
<b>Addendum</b>									
80-90	14,735	8.9	115,382	14.7	26,193	16.3	89,189	14.3	22.7
90-95	7,387	4.5	169,033	10.8	40,289	12.6	128,744	10.4	23.8
95-99	5,859	3.6	296,436	15.0	75,928	18.8	220,509	14.1	25.6
Top 1 Percent	1,450	0.9	1,540,746	19.3	428,728	26.3	1,112,018	17.6	27.8
Top 0.1 Percent	144	0.1	7,479,092	9.3	2,263,748	13.8	5,215,343	8.2	30.3

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

Number of AMT Taxpayers (millions). Baseline: 31.2 Proposal: 31.2

(1) Calendar year. Baseline is current law. Proposal is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

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(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% \$11,888; 40% \$22,737; 60% \$38,728; 80% \$67,694; 90% \$99,454; 95% \$141,130; 99% \$361,878; 99.9% \$1,491,280.

(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012 <sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>3</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	1.7	4.7	-115	-38.1	-0.4	0.9	-1.6	2.6
Second Quintile	1.5	8.2	-237	-18.6	-0.4	4.1	-1.4	5.9
Middle Quintile	2.2	16.8	-588	-13.7	-0.5	12.1	-1.9	11.9
Fourth Quintile	2.7	23.3	-1,089	-11.2	-0.2	21.1	-2.2	17.2
Top Quintile	2.7	46.8	-3,018	-8.0	1.5	61.7	-2.0	23.3
All	2.4	100.0	-704	-10.3	0.0	100.0	-1.9	16.9
<b>Addendum</b>								
80-90	2.9	16.7	-1,808	-9.8	0.1	17.7	-2.2	20.7
90-95	2.8	6.3	-2,472	-9.2	0.1	7.1	-2.1	21.1
95-99	2.4	10.7	-3,531	-7.3	0.5	15.6	-1.8	22.8
Top 1 Percent	2.7	13.1	-18,842	-6.6	0.8	21.3	-1.9	27.5
Top 0.1 Percent	3.4	6.8	-114,082	-6.9	0.4	10.5	-2.3	30.7

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	23,296	28.9	7,053	5.6	301	1.3	6,752	6.6	4.3
Second Quintile	19,542	24.2	17,555	11.7	1,274	4.5	16,281	13.4	7.3
Middle Quintile	16,237	20.1	30,999	17.2	4,286	12.6	26,713	18.2	13.8
Fourth Quintile	12,148	15.1	50,263	20.8	9,709	21.4	40,554	20.7	19.3
Top Quintile	8,806	10.9	149,273	44.9	37,764	60.2	111,509	41.3	25.3
All	80,620	100.0	36,344	100.0	6,853	100.0	29,491	100.0	18.9
<b>Addendum</b>									
80-90	5,247	6.5	80,765	14.5	18,546	17.6	62,218	13.7	23.0
90-95	1,450	1.8	115,538	5.7	26,814	7.0	88,724	5.4	23.2
95-99	1,714	2.1	197,496	11.6	48,553	15.1	148,943	10.7	24.6
Top 1 Percent	395	0.5	972,862	13.1	286,118	20.5	686,744	11.4	29.4
Top 0.1 Percent	34	0.0	5,001,060	5.8	1,651,167	10.1	3,349,893	4.8	33.0

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

(1) Calendar year. Baseline is current law. Proposal is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

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(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% \$11,888; 40% \$22,737; 60% \$38,728; 80% \$67,694; 90% \$99,454; 95% \$141,130; 99% \$361,878; 99.9% \$1,491,280.

(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012 <sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	2.9	1.2	-412	47.0	-0.1	-0.4	-3.1	-9.8
Second Quintile	2.6	3.4	-793	-49.6	-0.3	0.4	-2.5	2.5
Middle Quintile	2.5	8.6	-1,167	-18.2	-0.4	3.9	-2.2	9.8
Fourth Quintile	2.7	19.6	-1,940	-12.5	-0.5	14.0	-2.2	15.5
Top Quintile	2.6	67.0	-5,357	-7.7	1.4	82.1	-1.9	23.3
All	2.6	100.0	-2,679	-9.2	0.0	100.0	-2.0	20.0
<b>Addendum</b>								
80-90	2.9	17.3	-3,083	-9.9	-0.1	16.1	-2.2	20.3
90-95	2.7	14.0	-3,783	-8.6	0.1	15.1	-2.1	21.9
95-99	2.4	15.2	-5,963	-6.7	0.6	21.5	-1.7	24.2
Top 1 Percent	2.5	20.5	-31,550	-6.6	0.8	29.4	-1.8	25.6
Top 0.1 Percent	3.0	11.5	-173,148	-7.1	0.3	15.2	-2.1	27.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	4,296	7.5	13,221	0.8	-877	-0.2	14,098	1.0	-6.6
Second Quintile	6,617	11.6	31,809	2.8	1,597	0.6	30,212	3.4	5.0
Middle Quintile	11,298	19.8	53,751	8.1	6,415	4.4	47,336	9.1	11.9
Fourth Quintile	15,501	27.1	87,305	18.0	15,475	14.5	71,830	19.0	17.7
Top Quintile	19,157	33.5	276,344	70.5	69,794	80.7	206,550	67.6	25.3
All	57,183	100.0	131,340	100.0	28,988	100.0	102,352	100.0	22.1
<b>Addendum</b>									
80-90	8,593	15.0	138,354	15.8	31,194	16.2	107,160	15.7	22.6
90-95	5,655	9.9	183,483	13.8	43,917	15.0	139,565	13.5	23.9
95-99	3,914	6.9	342,206	17.8	88,593	20.9	253,613	17.0	25.9
Top 1 Percent	995	1.7	1,736,620	23.0	476,225	28.6	1,260,395	21.4	27.4
Top 0.1 Percent	102	0.2	8,159,559	11.0	2,425,898	14.9	5,733,661	10.0	29.7

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

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(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>3</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	2.2	11.1	-290	19.0	-5.7	-17.3	-2.5	-15.4
Second Quintile	2.5	24.9	-664	-116.9	-5.1	-0.9	-2.4	-0.4
Middle Quintile	2.8	25.0	-1,068	-17.5	0.9	29.2	-2.4	11.2
Fourth Quintile	3.0	21.5	-1,714	-12.1	3.4	38.7	-2.4	17.2
Top Quintile	2.6	17.5	-3,667	-8.0	6.5	50.2	-2.0	22.8
All	2.6	100.0	-857	-19.9	0.0	100.0	-2.3	9.3
<b>Addendum</b>								
80-90	3.0	7.0	-2,440	-9.9	1.8	15.7	-2.3	21.0
90-95	2.6	3.3	-3,179	-8.3	1.2	9.2	-2.0	21.8
95-99	2.1	3.2	-4,440	-6.6	1.6	11.2	-1.6	22.9
Top 1 Percent	2.6	4.0	-25,631	-6.6	2.0	14.2	-1.9	26.1
Top 0.1 Percent	3.1	2.1	-145,446	-7.2	1.0	6.9	-2.1	27.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	8,142	32.8	11,820	10.5	-1,529	-11.7	13,349	13.4	-12.9
Second Quintile	7,970	32.1	27,357	23.8	568	4.2	26,789	26.4	2.1
Middle Quintile	4,970	20.0	44,886	24.3	6,090	28.4	38,796	23.8	13.6
Fourth Quintile	2,665	10.7	72,171	21.0	14,126	35.3	58,046	19.1	19.6
Top Quintile	1,013	4.1	185,283	20.5	45,991	43.7	139,292	17.4	24.8
All	24,826	100.0	36,919	100.0	4,297	100.0	32,622	100.0	11.6
<b>Addendum</b>									
80-90	607	2.4	105,401	7.0	24,594	14.0	80,807	6.1	23.3
90-95	223	0.9	160,960	3.9	38,316	8.0	122,644	3.4	23.8
95-99	151	0.6	276,308	4.5	67,761	9.6	208,547	3.9	24.5
Top 1 Percent	34	0.1	1,383,004	5.1	386,256	12.1	996,749	4.1	27.9
Top 0.1 Percent	3	0.0	6,783,100	2.3	2,032,118	5.9	4,750,983	1.8	30.0

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

(1) Calendar year. Baseline is current law. Proposal is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

<http://www.taxpolicycenter.org/T11-0270>

(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>

(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% \$11,888; 40% \$22,737; 60% \$38,728; 80% \$67,694; 90% \$99,454; 95% \$141,130; 99% \$361,878; 99.9% \$1,491,280.

(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>		
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal	
Lowest Quintile	2.5	3.6	-369	17.5	-0.7	-3.0	-2.9	-19.6	
Second Quintile	2.7	8.6	-825	-167.7	-1.0	-0.4	-2.7	-1.1	
Middle Quintile	3.0	13.6	-1,443	-18.5	-0.7	7.4	-2.6	11.4	
Fourth Quintile	3.3	22.9	-2,456	-13.0	-0.4	18.9	-2.6	17.4	
Top Quintile	2.8	51.2	-6,163	-7.6	2.9	77.0	-2.0	24.7	
All	2.9	100.0	-2,112	-11.0	0.0	100.0	-2.3	18.5	
<b>Addendum</b>									
80-90	3.2	17.6	-3,928	-9.8	0.3	20.0	-2.4	22.3	
90-95	3.0	8.6	-4,711	-8.7	0.3	11.1	-2.2	23.2	
95-99	2.4	11.0	-6,848	-6.4	1.0	20.2	-1.7	25.5	
Top 1 Percent	2.6	13.9	-35,961	-6.3	1.3	25.6	-1.8	27.1	
Top 0.1 Percent	3.1	7.7	-209,587	-7.0	0.6	12.8	-2.1	28.4	

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	9,976	20.5	12,634	2.8	-2,111	-2.3	14,745	4.2	-16.7
Second Quintile	10,734	22.0	31,005	7.4	492	0.6	30,513	9.2	1.6
Middle Quintile	9,714	19.9	55,609	12.1	7,785	8.1	47,824	13.1	14.0
Fourth Quintile	9,574	19.7	94,335	20.2	18,851	19.4	75,483	20.4	20.0
Top Quintile	8,539	17.5	302,475	57.7	80,910	74.1	221,565	53.3	26.8
All	48,707	100.0	91,956	100.0	19,134	100.0	72,822	100.0	20.8
<b>Addendum</b>									
80-90	4,612	9.5	161,129	16.6	39,930	19.8	121,200	15.8	24.8
90-95	1,871	3.8	212,984	8.9	54,061	10.9	158,924	8.4	25.4
95-99	1,657	3.4	395,702	14.6	107,840	19.2	287,863	13.5	27.3
Top 1 Percent	399	0.8	1,969,435	17.5	568,858	24.4	1,400,578	15.8	28.9
Top 0.1 Percent	38	0.1	9,819,482	8.3	2,999,350	12.2	6,820,132	7.3	30.5

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

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 is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

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(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% \$11,888; 40% \$22,737; 60% \$38,728; 80% \$67,694; 90% \$99,454; 95% \$141,130; 99% \$361,878; 99.9% \$1,491,280.

(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 T11-0336**  
**President Obama's American Jobs Act of 2011: All Tax Cuts**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.1	0.2	-12	-19.2	0.0	0.1	-0.1	0.6
Second Quintile	0.3	1.5	-48	-22.7	-0.1	0.4	-0.3	0.9
Middle Quintile	0.7	6.6	-234	-14.9	-0.3	3.0	-0.6	3.6
Fourth Quintile	1.0	13.2	-587	-8.4	-0.1	11.6	-0.9	9.6
Top Quintile	2.0	78.5	-3,625	-6.9	0.5	84.9	-1.5	20.8
All	1.4	100.0	-829	-7.4	0.0	100.0	-1.2	14.9
<b>Addendum</b>								
80-90	1.2	10.4	-1,074	-6.9	0.1	11.3	-1.1	14.3
90-95	1.5	11.5	-1,948	-6.5	0.1	13.4	-1.2	17.7
95-99	1.9	18.7	-3,963	-6.6	0.2	21.4	-1.5	20.8
Top 1 Percent	2.8	37.9	-27,754	-7.3	0.1	38.9	-2.0	25.6
Top 0.1 Percent	3.3	21.5	-151,051	-7.5	0.0	21.1	-2.3	28.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	5,424	14.9	8,807	1.9	60	0.1	8,747	2.3	0.7
Second Quintile	9,099	25.1	18,333	6.6	213	0.5	18,119	7.8	1.2
Middle Quintile	8,491	23.4	36,941	12.5	1,573	3.3	35,368	14.3	4.3
Fourth Quintile	6,762	18.6	66,644	18.0	7,012	11.7	59,632	19.2	10.5
Top Quintile	6,515	17.9	235,268	61.1	52,461	84.4	182,806	56.6	22.3
All	36,319	100.0	69,121	100.0	11,151	100.0	57,970	100.0	16.1
<b>Addendum</b>									
80-90	2,900	8.0	102,036	11.8	15,643	11.2	86,393	11.9	15.3
90-95	1,783	4.9	158,813	11.3	30,051	13.2	128,762	10.9	18.9
95-99	1,422	3.9	270,694	15.3	60,313	21.2	210,381	14.2	22.3
Top 1 Percent	411	1.1	1,385,408	22.7	382,574	38.8	1,002,834	19.6	27.6
Top 0.1 Percent	43	0.1	6,520,261	11.1	2,002,500	21.2	4,517,761	9.2	30.7

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

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 is President Obama's American Jobs Act of 2011 which includes a reduction in OASDI tax rates to 3.1% for employers and employees with a \$5 million cap on total remuneration for the self-employed, and a one year extension of 100% bonus depreciation for certain business assets. We assume that the benefits of a temporary reduction in the employer share of payroll taxes would go to the employer. For a description of TPC's current law and current policy baselines, see

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(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.