

Table T12-0005
Temporary Payroll Tax Cut Continuation Act of 2011
Baseline: Current Law without the Temporary Payroll Tax Cut Extension for 2012
Distribution of Federal Tax Change by Cash Income Level, 2012¹
Summary Table

Cash Income Level (thousands of 2011 dollars) ²	Tax Units with Tax Increase or Cut ³				Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁵	
	With Tax Cut		With Tax Increase					Change (%) Points)	Under the Proposal
	Pct of Tax Units	Avg Tax Cut	Pct of Tax Units	Avg Tax Increase					
Less than 10	59.9	-20	0.0	0	0.2	1.5	-12	-0.2	2.1
10-20	55.8	-43	0.0	0	0.2	3.6	-24	-0.2	1.8
20-30	75.5	-69	0.0	0	0.2	5.6	-52	-0.2	6.9
30-40	81.4	-95	0.0	0	0.3	7.1	-78	-0.2	11.2
40-50	85.1	-122	0.0	0	0.3	7.5	-104	-0.2	14.0
50-75	85.8	-168	0.0	0	0.3	15.2	-144	-0.2	16.6
75-100	88.1	-228	0.0	0	0.3	14.5	-201	-0.2	18.9
100-200	90.3	-345	0.0	0	0.3	30.4	-311	-0.2	22.8
200-500	91.0	-421	0.0	0	0.2	11.6	-383	-0.1	25.6
500-1,000	87.8	-443	0.0	0	0.1	2.0	-389	-0.1	25.1
More than 1,000	87.7	-447	0.0	0	0.0	1.0	-392	0.0	29.0
All	75.7	-153	0.0	0	0.2	100.0	-116	-0.2	20.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

Number of AMT Taxpayers (millions). Baseline: 31.2

Proposal: 31.2

* Less than 0.05

** Insufficient data

(1) Calendar year. Baseline is current law without the provisions of the Temporary Payroll Tax Cut Continuation Act of 2011. Proposal extends the existing OASDI tax rate for employees at 4.2 percent for the first two months of calendar year 2012, subject to a cap of \$18,350. Our estimates assume that wages, salaries and self-employment incomes are uniformly distributed through the calendar year. 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) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) 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.

(5) 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 T12-0005
Temporary Payroll Tax Cut Continuation Act of 2011
Baseline: Current Law without the Temporary Payroll Tax Cut Extension for 2012
Distribution of Federal Tax Change by Cash Income Level, 2012 ¹
Detail Table

Cash Income Level (thousands of 2011 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	59.9	0.0	0.2	1.5	-12	-8.4	0.0	0.1	-0.2	2.1
10-20	55.8	0.0	0.2	3.6	-24	-8.1	0.0	0.3	-0.2	1.8
20-30	75.5	0.0	0.2	5.6	-52	-2.9	0.0	1.5	-0.2	6.9
30-40	81.4	0.0	0.3	7.1	-78	-1.9	0.0	3.0	-0.2	11.2
40-50	85.1	0.0	0.3	7.5	-104	-1.6	0.0	3.7	-0.2	14.0
50-75	85.8	0.0	0.3	15.2	-144	-1.4	-0.1	9.0	-0.2	16.6
75-100	88.1	0.0	0.3	14.5	-201	-1.2	0.0	9.7	-0.2	18.9
100-200	90.3	0.0	0.3	30.4	-311	-0.9	0.0	26.1	-0.2	22.8
200-500	91.0	0.0	0.2	11.6	-383	-0.5	0.1	19.1	-0.1	25.6
500-1,000	87.8	0.0	0.1	2.0	-389	-0.2	0.0	7.5	-0.1	25.1
More than 1,000	87.7	0.0	0.0	1.0	-392	0.0	0.2	19.8	0.0	29.0
All	75.7	0.0	0.2	100.0	-116	-0.8	0.0	100.0	-0.2	20.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2012 ¹

Cash Income Level (thousands of 2011 dollars) ²	Tax Units ³		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	23,654	14.3	6,045	1.2	141	0.1	5,904	1.5	2.3
10-20	28,341	17.2	15,232	3.7	296	0.4	14,936	4.6	1.9
20-30	20,820	12.6	25,240	4.6	1,793	1.6	23,447	5.3	7.1
30-40	17,491	10.6	35,253	5.3	4,038	3.0	31,215	5.9	11.5
40-50	13,844	8.4	45,338	5.4	6,430	3.8	38,909	5.9	14.2
50-75	20,187	12.2	63,169	11.0	10,643	9.1	52,526	11.5	16.9
75-100	13,838	8.4	87,271	10.5	16,716	9.8	70,555	10.6	19.2
100-200	18,707	11.3	143,999	23.3	33,104	26.2	110,895	22.6	23.0
200-500	5,808	3.5	301,476	15.2	77,674	19.1	223,802	14.2	25.8
500-1,000	1,003	0.6	700,511	6.1	176,426	7.5	524,085	5.7	25.2
More than 1,000	503	0.3	3,175,826	13.8	922,169	19.6	2,253,657	12.4	29.0
All	165,201	100.0	69,939	100.0	14,336	100.0	55,604	100.0	20.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

Number of AMT Taxpayers (millions). Baseline: 31.2

Proposal: 31.2

* Less than 0.05

(1) Calendar year. Baseline is current law without the provisions of the Temporary Payroll Tax Cut Continuation Act of 2011. Proposal extends the existing OASDI tax rate for employees at 4.2 percent for the first two months of calendar year 2012, subject to a cap of \$18,350. Our estimates assume that wages, salaries and self-employment incomes are uniformly distributed through the calendar year. 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

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

(4) 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.

(5) 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 T12-0005
Temporary Payroll Tax Cut Continuation Act of 2011
Baseline: Current Law without the Temporary Payroll Tax Cut Extension for 2012
Distribution of Federal Tax Change by Cash Income Level, 2012¹
Detail Table - Single Tax Units

Cash Income Level (thousands of 2011 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	56.3	0.0	0.2	4.1	-11	-3.1	0.0	1.2	-0.2	5.7
10-20	43.9	0.0	0.1	7.4	-18	-2.1	0.0	3.0	-0.1	5.6
20-30	66.4	0.0	0.2	11.0	-44	-1.6	0.0	6.2	-0.2	11.1
30-40	75.4	0.0	0.2	13.7	-72	-1.4	0.0	8.8	-0.2	14.7
40-50	84.6	0.0	0.3	13.2	-108	-1.3	0.0	9.2	-0.2	18.5
50-75	83.5	0.0	0.3	21.5	-143	-1.1	0.0	17.3	-0.2	20.7
75-100	83.7	0.0	0.3	12.3	-192	-1.0	0.0	11.3	-0.2	22.9
100-200	79.4	0.0	0.2	12.9	-238	-0.7	0.0	16.0	-0.2	23.7
200-500	72.4	0.0	0.1	3.2	-216	-0.3	0.1	10.3	-0.1	25.7
500-1,000	67.7	0.0	0.0	0.5	-191	-0.1	0.0	4.4	0.0	25.5
More than 1,000	66.8	0.0	0.0	0.3	-201	0.0	0.1	12.3	0.0	32.2
All	63.4	0.0	0.2	100.0	-61	-0.9	0.0	100.0	-0.2	18.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2012¹

Cash Income Level (thousands of 2011 dollars) ²	Tax Units ³		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	18,677	23.2	5,934	3.8	350	1.2	5,584	4.4	5.9
10-20	19,704	24.4	15,064	10.1	856	3.1	14,208	11.8	5.7
20-30	12,248	15.2	25,068	10.5	2,814	6.2	22,254	11.5	11.2
30-40	9,316	11.6	35,203	11.2	5,262	8.9	29,940	11.7	15.0
40-50	6,007	7.5	45,161	9.3	8,472	9.2	36,689	9.3	18.8
50-75	7,366	9.1	62,176	15.6	13,002	17.3	49,173	15.2	20.9
75-100	3,136	3.9	86,024	9.2	19,909	11.3	66,115	8.7	23.1
100-200	2,656	3.3	139,722	12.7	33,323	16.0	106,399	11.9	23.9
200-500	714	0.9	307,687	7.5	79,219	10.2	228,467	6.9	25.8
500-1,000	138	0.2	678,159	3.2	172,818	4.3	505,341	2.9	25.5
More than 1,000	67	0.1	3,141,069	7.2	1,011,418	12.2	2,129,652	6.0	32.2
All	80,620	100.0	36,344	100.0	6,859	100.0	29,486	100.0	18.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

* Less than 0.05

(1) Calendar year. Baseline is current law without the provisions of the Temporary Payroll Tax Cut Continuation Act of 2011. Proposal extends the existing OASDI tax rate for employees at 4.2 percent for the first two months of calendar year 2012, subject to a cap of \$18,350. Our estimates assume that wages, salaries and self-employment incomes are uniformly distributed through the calendar year. 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

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

(4) 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.

(5) 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 T12-0005
Temporary Payroll Tax Cut Continuation Act of 2011
Baseline: Current Law without the Temporary Payroll Tax Cut Extension for 2012
Distribution of Federal Tax Change by Cash Income Level, 2012¹
Detail Table - Married Tax Units Filing Jointly

Cash Income Level (thousands of 2011 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	62.7	0.0	0.3	0.2	-16	12.4	0.0	0.0	-0.3	-2.7
10-20	77.5	0.0	0.2	0.9	-38	10.9	0.0	-0.1	-0.2	-2.4
20-30	80.4	0.0	0.2	1.6	-57	-12.8	0.0	0.1	-0.2	1.5
30-40	80.5	0.0	0.2	2.5	-75	-3.4	0.0	0.5	-0.2	5.9
40-50	79.7	0.0	0.2	3.7	-89	-2.3	0.0	1.1	-0.2	8.4
50-75	84.5	0.0	0.3	11.4	-138	-1.6	-0.1	5.1	-0.2	13.3
75-100	88.8	0.0	0.3	15.9	-201	-1.3	-0.1	8.6	-0.2	17.3
100-200	92.0	0.0	0.3	42.1	-325	-1.0	-0.1	30.4	-0.2	22.6
200-500	93.7	0.0	0.2	17.1	-411	-0.5	0.0	23.0	-0.1	25.6
500-1,000	91.0	0.0	0.1	3.0	-426	-0.2	0.0	8.9	-0.1	25.1
More than 1,000	91.4	0.0	0.0	1.5	-429	-0.1	0.2	22.3	0.0	28.5
All	86.2	0.0	0.2	100.0	-207	-0.7	0.0	100.0	-0.2	22.0

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2012¹

Cash Income Level (thousands of 2011 dollars) ²	Tax Units ³		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,412	2.5	5,472	0.1	-130	0.0	5,602	0.1	-2.4
10-20	2,711	4.7	15,812	0.6	-346	-0.1	16,158	0.8	-2.2
20-30	3,358	5.9	25,426	1.1	449	0.1	24,977	1.4	1.8
30-40	3,936	6.9	35,482	1.9	2,181	0.5	33,300	2.2	6.2
40-50	4,904	8.6	45,674	3.0	3,929	1.2	41,745	3.5	8.6
50-75	9,775	17.1	64,093	8.3	8,663	5.1	55,430	9.3	13.5
75-100	9,326	16.3	87,934	10.9	15,415	8.7	72,519	11.6	17.5
100-200	15,280	26.7	145,189	29.5	33,083	30.4	112,106	29.3	22.8
200-500	4,920	8.6	300,780	19.7	77,525	23.0	223,256	18.8	25.8
500-1,000	831	1.5	704,723	7.8	177,210	8.9	527,513	7.5	25.2
More than 1,000	416	0.7	3,104,064	17.2	884,696	22.2	2,219,368	15.8	28.5
All	57,183	100.0	131,340	100.0	29,038	100.0	102,302	100.0	22.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

* Less than 0.05

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

(4) 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.

(5) 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 T12-0005
Temporary Payroll Tax Cut Continuation Act of 2011
Baseline: Current Law without the Temporary Payroll Tax Cut Extension for 2012
Distribution of Federal Tax Change by Cash Income Level, 2012¹
Detail Table - Head of Household Tax Units

Cash Income Level (thousands of 2011 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	77.5	0.0	0.2	2.5	-16	1.7	-0.1	-3.0	-0.2	-13.6
10-20	85.1	0.0	0.2	9.5	-37	2.5	-0.4	-8.1	-0.2	-9.7
20-30	93.8	0.0	0.3	14.8	-67	128.9	-0.3	-0.6	-0.3	-0.5
30-40	95.9	0.0	0.3	16.1	-93	-3.5	-0.1	9.3	-0.3	7.3
40-50	95.2	0.0	0.3	14.1	-121	-2.0	0.0	14.5	-0.3	13.1
50-75	96.0	0.0	0.3	20.2	-168	-1.6	0.1	26.8	-0.3	17.1
75-100	94.5	0.0	0.3	11.8	-222	-1.2	0.2	19.7	-0.3	20.6
100-200	96.4	0.0	0.3	8.7	-295	-0.9	0.2	19.6	-0.2	23.6
200-500	94.5	0.0	0.1	1.8	-307	-0.4	0.2	9.2	-0.1	25.1
500-1,000	93.7	0.0	0.1	0.3	-275	-0.2	0.1	3.7	0.0	24.2
More than 1,000	83.4	0.0	0.0	0.1	-266	0.0	0.2	8.8	0.0	29.4
All	90.2	0.0	0.3	100.0	-88	-2.0	0.0	100.0	-0.2	11.4

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2012¹

Cash Income Level (thousands of 2011 dollars) ²	Tax Units ³		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	3,397	13.7	6,878	2.6	-922	-2.9	7,799	3.3	-13.4
10-20	5,620	22.6	15,507	9.5	-1,461	-7.7	16,968	11.8	-9.4
20-30	4,820	19.4	25,513	13.4	-52	-0.2	25,565	15.2	-0.2
30-40	3,780	15.2	35,084	14.5	2,663	9.4	32,421	15.1	7.6
40-50	2,556	10.3	45,194	12.6	6,059	14.5	39,135	12.4	13.4
50-75	2,617	10.5	62,439	17.8	10,866	26.6	51,573	16.7	17.4
75-100	1,162	4.7	85,840	10.9	17,936	19.5	67,904	9.7	20.9
100-200	643	2.6	134,826	9.5	32,093	19.3	102,733	8.2	23.8
200-500	131	0.5	294,742	4.2	74,125	9.1	220,617	3.6	25.2
500-1,000	24	0.1	678,200	1.8	164,618	3.7	513,582	1.5	24.3
More than 1,000	10	0.0	3,014,509	3.4	886,458	8.7	2,128,051	2.7	29.4
All	24,826	100.0	36,919	100.0	4,301	100.0	32,618	100.0	11.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

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Distribution of Federal Tax Change by Cash Income Level, 2012 ¹
Detail Table - Tax Units with Children

Cash Income Level (thousands of 2011 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	77.4	0.0	0.2	0.7	-17	1.4	0.0	-0.5	-0.3	-19.2
10-20	95.1	0.0	0.2	2.8	-42	1.8	0.0	-1.6	-0.3	-15.3
20-30	98.4	0.0	0.3	4.5	-72	7.8	-0.1	-0.6	-0.3	-3.9
30-40	98.7	0.0	0.3	5.5	-98	-5.2	0.0	1.0	-0.3	5.1
40-50	98.2	0.0	0.3	5.8	-126	-2.6	0.0	2.2	-0.3	10.6
50-75	98.4	0.0	0.3	13.2	-180	-1.8	-0.1	7.0	-0.3	15.3
75-100	98.9	0.0	0.4	15.0	-247	-1.5	-0.1	9.6	-0.3	18.5
100-200	99.2	0.0	0.3	35.1	-376	-1.1	0.0	31.0	-0.3	23.5
200-500	99.1	0.0	0.2	13.9	-464	-0.6	0.1	23.4	-0.2	26.7
500-1,000	98.4	0.0	0.1	2.3	-489	-0.3	0.1	8.7	-0.1	26.5
More than 1,000	96.1	0.0	0.0	1.1	-489	-0.1	0.2	19.9	0.0	29.7
All	96.5	0.0	0.3	100.0	-185	-1.0	0.0	100.0	-0.2	20.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2012 ¹

Cash Income Level (thousands of 2011 dollars) ²	Tax Units ³		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	3,846	7.9	6,428	0.6	-1,218	-0.5	7,645	0.8	-19.0
10-20	5,948	12.2	15,742	2.1	-2,367	-1.5	18,109	3.0	-15.0
20-30	5,713	11.7	25,506	3.3	-920	-0.6	26,426	4.3	-3.6
30-40	5,081	10.4	35,137	4.0	1,884	1.0	33,254	4.8	5.4
40-50	4,169	8.6	45,275	4.2	4,934	2.2	40,341	4.7	10.9
50-75	6,587	13.5	63,896	9.4	9,948	7.0	53,948	10.0	15.6
75-100	5,463	11.2	87,562	10.7	16,461	9.6	71,101	11.0	18.8
100-200	8,400	17.3	145,248	27.2	34,470	31.0	110,778	26.3	23.7
200-500	2,702	5.6	300,076	18.1	80,421	23.3	219,655	16.7	26.8
500-1,000	430	0.9	708,894	6.8	188,077	8.7	520,818	6.3	26.5
More than 1,000	199	0.4	3,113,066	13.8	925,173	19.7	2,187,894	12.3	29.7
All	48,707	100.0	91,956	100.0	19,174	100.0	72,782	100.0	20.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

* 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 without the provisions of the Temporary Payroll Tax Cut Continuation Act of 2011. Proposal extends the existing OASDI tax rate for employees at 4.2 percent for the first two months of calendar year 2012, subject to a cap of \$18,350. Our estimates assume that wages, salaries and self-employment incomes are uniformly distributed through the calendar year. 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) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(4) 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.

(5) 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 T12-0005
Temporary Payroll Tax Cut Continuation Act of 2011
Baseline: Current Law without the Temporary Payroll Tax Cut Extension for 2012
Distribution of Federal Tax Change by Cash Income Level, 2012 ¹
Detail Table - Elderly Tax Units

Cash Income Level (thousands of 2011 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	3.9	0.0	0.0	0.1	0	-0.9	0.0	0.0	0.0	0.8
10-20	5.2	0.0	0.0	0.8	-1	-0.8	0.0	0.3	0.0	0.8
20-30	21.0	0.0	0.0	2.3	-5	-0.8	0.0	0.7	0.0	2.4
30-40	30.3	0.0	0.0	4.3	-12	-0.8	0.0	1.5	0.0	4.6
40-50	40.6	0.0	0.1	6.1	-22	-0.9	0.0	1.9	-0.1	5.6
50-75	47.1	0.0	0.1	16.9	-38	-0.6	0.0	6.9	-0.1	9.5
75-100	51.9	0.0	0.1	15.6	-56	-0.5	0.0	8.5	-0.1	13.1
100-200	54.8	0.0	0.1	32.5	-96	-0.4	0.0	22.6	-0.1	17.8
200-500	62.5	0.0	0.1	15.9	-144	-0.2	0.0	20.4	-0.1	22.9
500-1,000	56.6	0.0	0.0	3.2	-149	-0.1	0.0	9.1	0.0	23.4
More than 1,000	65.9	0.0	0.0	2.2	-192	0.0	0.1	28.1	0.0	29.3
All	29.3	0.0	0.1	100.0	-29	-0.3	0.0	100.0	0.0	16.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2012 ¹

Cash Income Level (thousands of 2011 dollars) ²	Tax Units ³		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁴		Average Federal Tax Rate ⁵
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	3,154	8.7	6,651	0.8	51	0.0	6,600	1.0	0.8
10-20	8,698	24.0	14,806	5.1	120	0.3	14,686	6.1	0.8
20-30	4,924	13.6	24,706	4.9	600	0.7	24,106	5.6	2.4
30-40	3,727	10.3	35,197	5.2	1,619	1.5	33,578	5.9	4.6
40-50	2,930	8.1	45,938	5.4	2,577	1.9	43,361	6.0	5.6
50-75	4,733	13.0	62,567	11.8	5,954	7.0	56,613	12.7	9.5
75-100	2,996	8.3	87,118	10.4	11,489	8.5	75,629	10.8	13.2
100-200	3,598	9.9	142,540	20.4	25,516	22.7	117,024	20.0	17.9
200-500	1,179	3.3	304,739	14.3	69,957	20.4	234,783	13.2	23.0
500-1,000	229	0.6	685,254	6.3	160,228	9.1	525,026	5.7	23.4
More than 1,000	122	0.3	3,174,793	15.5	930,613	28.1	2,244,181	13.0	29.3
All	36,319	100.0	69,121	100.0	11,159	100.0	57,962	100.0	16.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-3).

* 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 without the provisions of the Temporary Payroll Tax Cut Continuation Act of 2011. Proposal extends the existing OASDI tax rate for employees at 4.2 percent for the first two months of calendar year 2012, subject to a cap of \$18,350. Our estimates assume that wages, salaries and self-employment incomes are uniformly distributed through the calendar year. For a description of TPC's current law and current policy baselines, see

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

(4) 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.

(5) 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.