

Table T12-0026
Distribution of Effective Tax Rates as Defined by The Paying a Fair Share Act of 2012
Baseline: Current Law
By Adjusted Gross Income, 2015 ¹

Adjusted Gross Income (thousands of 2013 dollars) ²	Number of Tax Units (thousands) ³											
	All	With Fair Share Tax Liability	With Effective Tax Rate (excluding the fair share tax) ⁴									
			Less than zero	Zero	Above zero to 10%	Above 10% to 15%	Above 15% to 20%	Above 20% to 25%	Above 25% to 30%	Above 30% to 35%	Above 35% to 40%	Above 40%
0-10	40,539	0	3,025	9,166	10,888	128	72	31	36	12	5	120
10-20	19,330	0	5,314	1,133	7,807	4,408	569	43	25	13	2	16
20-30	17,655	0	3,433	176	5,866	2,454	5,626	75	19	1	4	3
30-40	14,385	0	206	124	4,520	3,846	5,544	124	14	4	2	2
40-50	11,639	0	1	38	1,638	3,543	5,198	1,205	9	5	1	1
50-75	21,254	0	0	33	1,518	5,328	8,599	5,040	722	11	3	*
75-100	14,256	0	*	9	377	2,330	5,714	4,370	1,440	16	*	*
100-200	20,774	0	0	13	205	872	4,299	10,607	4,466	306	6	1
200-500	5,140	*	0	*	25	47	177	993	2,759	1,102	32	3
500-1,000	809	4	0	*	3	2	8	79	156	391	169	2
1,000-2,000	272	65	0	0	1	1	2	31	31	69	133	5
More than 2,000	166	47	0	0	1	*	1	25	20	24	80	16
All	168,946	116	11,978	10,692	32,848	22,959	35,808	22,621	9,698	1,953	436	169

Adjusted Gross Income (thousands of 2013 dollars) ²	Percent of Total Tax Units	Percent of Tax Units in Income Class ³										
		With Fair Share Tax Liability	With Effective Tax Rate (excluding the fair share tax) ⁴									
			Less than zero	Zero	Above zero to 10%	Above 10% to 15%	Above 15% to 20%	Above 20% to 25%	Above 25% to 30%	Above 30% to 35%	Above 35% to 40%	Above 40%
0-10	24.0	0.0	7.5	22.6	26.9	0.3	0.2	0.1	0.1	**	**	0.3
10-20	11.4	0.0	27.5	5.9	40.4	22.8	2.9	0.2	0.1	0.1	**	0.1
20-30	10.5	0.0	19.4	1.0	33.2	13.9	31.9	0.4	0.1	**	**	**
30-40	8.5	0.0	1.4	0.9	31.4	26.7	38.5	0.9	0.1	**	**	**
40-50	6.9	0.0	**	0.3	14.1	30.4	44.7	10.4	0.1	**	**	**
50-75	12.6	0.0	0.0	0.2	7.1	25.1	40.5	23.7	3.4	0.1	**	**
75-100	8.4	0.0	**	0.1	2.6	16.3	40.1	30.7	10.1	0.1	**	**
100-200	12.3	0.0	0.0	0.1	1.0	4.2	20.7	51.1	21.5	1.5	**	**
200-500	3.0	**	0.0	**	0.5	0.9	3.5	19.3	53.7	21.4	0.6	0.1
500-1,000	0.5	0.5	0.0	**	0.3	0.3	1.0	9.8	19.2	48.3	20.9	0.2
1,000-2,000	0.2	23.9	0.0	0.0	0.4	0.2	0.6	11.2	11.5	25.2	48.9	2.0
More than 2,000	0.1	28.1	0.0	0.0	0.4	**	0.5	15.1	11.8	14.5	48.1	9.4
All	100.0	0.1	7.1	6.3	19.4	13.6	21.2	13.4	5.7	1.2	0.3	0.1

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

* Fewer than 500

** Less than 0.05

(1) Calendar year. Baseline is current law. The proposal enacts a minimum effective tax rate for high-income taxpayers. For a description, see <http://thomas.loc.gov/cgi-bin/query/z?c112:S.2059>. For a description of TPC's current law and current policy baselines, see

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

(2) Tax units with negative AGI are excluded from the lowest income class but are included in the totals.

(3) Includes both filing and non-filing units but excludes those that are dependents of other tax units. About 17.1 million tax units have a zero value for AGI less the modified charitable contribution and another 2.7 million have negative values of that measure. Effective tax rates are not meaningful for those units and are therefore excluded from the table.

(4) Effective tax rate is total taxes divided by total income, where taxes are defined as the amount from SEC. 59B (a)(2)(B) as proposed in S. 2059, and income is defined as AGI less the modified charitable contribution defined in SEC. 59B (b)(2) as proposed in S. 2059. This definition of taxes includes the sum of the regular individual income tax, the individual alternative minimum tax, the employee share of OASDI and HI taxes, self-employment taxes less the deduction for one-half self-employment taxes, and the 3.8 percent net investment income surcharge and 0.9 percent earned income surcharge for high-income taxpayers enacted in PPACA, less allowable credits other than the foreign tax credit.