

Table T12-0027
Distribution of Effective Tax Rates as Defined by The Paying a Fair Share Act of 2012
Baseline: Current Policy
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									Above 40%
			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%	
0-10	40,512	0	4,407	8,964	9,677	160	83	33	31	11	4	124
10-20	19,309	0	5,811	1,330	8,436	3,571	88	31	19	7	1	15
20-30	17,665	0	4,508	331	5,915	4,174	2,684	35	10	1	4	3
30-40	14,373	0	1,605	116	5,301	2,852	4,438	48	6	3	2	1
40-50	11,678	0	333	56	3,192	3,515	4,379	192	4	5	*	*
50-75	21,278	0	66	76	4,334	6,611	6,090	4,037	54	9	*	*
75-100	14,269	0	14	33	1,522	4,701	5,267	2,140	590	1	*	*
100-200	20,685	0	3	37	809	3,398	8,263	6,932	1,207	37	*	*
200-500	5,140	*	0	*	80	190	631	2,139	1,830	262	6	2
500-1,000	809	7	0	*	4	8	59	80	363	292	3	*
1,000-2,000	272	134	0	0	1	1	27	32	73	131	7	*
More than 2,000	166	76	0	0	1	1	23	25	27	78	11	*
All	168,946	217	16,747	10,944	39,272	29,182	32,032	15,723	4,214	839	38	147

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									Above 40%
			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%	
0-10	24.0	0.0	10.9	22.1	23.9	0.4	0.2	0.1	0.1	**	**	0.3
10-20	11.4	0.0	30.1	6.9	43.7	18.5	0.5	0.2	0.1	**	**	0.1
20-30	10.5	0.0	25.5	1.9	33.5	23.6	15.2	0.2	0.1	**	**	**
30-40	8.5	0.0	11.2	0.8	36.9	19.8	30.9	0.3	**	**	**	**
40-50	6.9	0.0	2.9	0.5	27.3	30.1	37.5	1.6	**	**	**	**
50-75	12.6	0.0	0.3	0.4	20.4	31.1	28.6	19.0	0.3	**	**	**
75-100	8.4	0.0	0.1	0.2	10.7	32.9	36.9	15.0	4.1	**	**	**
100-200	12.2	0.0	**	0.2	3.9	16.4	39.9	33.5	5.8	0.2	**	**
200-500	3.0	**	0.0	**	1.6	3.7	12.3	41.6	35.6	5.1	0.1	**
500-1,000	0.5	0.8	0.0	**	0.4	1.0	7.2	9.9	44.9	36.2	0.3	**
1,000-2,000	0.2	49.1	0.0	0.0	0.4	0.5	9.9	11.6	26.7	48.2	2.6	**
More than 2,000	0.1	46.1	0.0	0.0	0.5	0.3	14.1	14.8	16.4	46.9	6.8	**
All	100.0	0.1	9.9	6.5	23.2	17.3	19.0	9.3	2.5	0.5	**	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 policy. 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.