

**Table T12-0052**  
**Effective Marginal Individual Income Tax Rates (EMTR)**  
**Administration's FY2013 Budget Proposals**  
**Individual Income Tax Provisions**  
**Distribution by Cash Income Level, 2015<sup>1</sup>**

Cash Income Class (thousands of 2011 dollars) <sup>2</sup>	Tax Units (thousands) <sup>3</sup>	Average Effective Marginal Individual Income Tax Rates			Percent of Tax Units with a Change in Effective Marginal Individual Income Tax Rates				<i>Memo :</i> Percent of Tax Units with No Earnings <sup>4</sup>
		Current Law	Current Policy	Budget Proposal	Relative to Current Law		Relative to Current Policy		
					Increase in EMTR	Decrease in EMTR	Increase in EMTR	Decrease in EMTR	
Less than 10	18,828	-4.4	-6.7	-6.9	0.7	14.3	1.2	1.6	42.0
10-20	26,753	8.1	4.0	3.8	2.6	32.2	1.6	6.2	45.5
20-30	20,164	16.6	15.2	14.9	5.4	28.7	1.3	13.1	26.7
30-40	16,562	19.9	19.1	19.0	5.2	28.8	2.0	14.2	20.5
40-50	13,738	18.7	18.0	17.7	7.9	32.5	1.8	14.9	15.9
50-75	24,031	22.4	19.1	19.1	2.7	55.8	2.0	11.8	14.9
75-100	14,893	24.7	19.4	19.4	5.0	67.0	4.3	11.2	11.9
100-200	23,887	28.0	25.2	25.2	12.9	73.4	3.9	9.2	9.7
200-500	7,059	33.8	31.9	35.3	25.4	52.9	27.1	13.5	10.0
500-1,000	1,187	38.5	30.1	38.0	22.5	54.7	60.1	12.6	13.0
More than 1,000	603	40.0	33.4	40.2	14.0	60.0	74.0	4.9	13.2
All	168,946	26.8	23.6	24.8	6.2	42.6	3.9	10.0	23.9

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

(1) Calendar year. The proposal contains all the individual income tax provisions in the Administration's FY2013 Budget Proposal. Effective marginal rate is determined by calculating individual income tax and then adding \$1,000 to wages and recomputing individual income tax. Values are averages, weighted by the dollar value of wages and salaries.

(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) Tax units with no earnings (defined as wages and salaries plus self-employment income) are not included in the higher and lower columns.