

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

Table T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
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	0.0	0	0.0	0	0.0	0.0	0	0.0	2.6
10-20	0.0	0	0.0	0	0.0	0.0	0	0.0	1.9
20-30	0.0	0	0.0	0	0.0	0.0	0	0.0	7.0
30-40	0.0	0	0.0	0	0.0	0.0	0	0.0	11.5
40-50	0.0	0	0.0	0	0.0	0.0	0	0.0	14.3
50-75	0.0	0	0.0	0	0.0	0.0	0	0.0	16.9
75-100	0.0	0	*	**	0.0	0.0	0	0.0	18.9
100-200	0.0	0	0.2	230	0.0	0.2	0	0.0	21.6
200-500	0.0	0	26.8	633	-0.1	16.2	169	0.1	24.5
500-1,000	0.0	0	57.1	2,597	-0.3	24.6	1,484	0.2	26.9
More than 1,000	0.0	0	62.2	11,242	-0.3	58.9	6,993	0.2	33.3
All	0.0	0	1.6	2,430	-0.1	100.0	38	0.1	20.8

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

Number of AMT Taxpayers (millions). Baseline: 4.5

Proposal: 4.4

* Less than 0.05

** Insufficient data

(1) Calendar year. Baseline is current policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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 T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	2.6
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	0.3	0.0	1.9
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	1.5	0.0	7.0
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	2.8	0.0	11.5
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	3.5	0.0	14.3
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	9.7	0.0	16.9
75-100	0.0	*	0.0	0.0	0	0.0	0.0	9.9	0.0	18.9
100-200	0.0	0.2	0.0	0.2	0	0.0	-0.1	25.2	0.0	21.6
200-500	0.0	26.8	-0.1	16.2	169	0.2	0.0	17.4	0.1	24.5
500-1,000	0.0	57.1	-0.3	24.6	1,484	0.8	0.0	7.9	0.2	26.9
More than 1,000	0.0	62.2	-0.3	58.9	6,993	0.7	0.1	21.6	0.2	33.3
All	0.0	1.6	-0.1	100.0	38	0.3	0.0	100.0	0.1	20.8

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 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	21,065	12.7	5,766	1.0	151	0.1	5,614	1.2	2.6
10-20	27,359	16.5	15,205	3.5	286	0.3	14,919	4.3	1.9
20-30	20,377	12.3	25,480	4.3	1,789	1.5	23,691	5.1	7.0
30-40	16,959	10.2	35,896	5.1	4,119	2.8	31,777	5.7	11.5
40-50	13,305	8.0	46,141	5.1	6,574	3.5	39,567	5.5	14.3
50-75	22,765	13.7	63,142	11.9	10,676	9.7	52,467	12.5	16.9
75-100	14,636	8.8	89,268	10.9	16,905	9.9	72,363	11.1	18.9
100-200	20,881	12.6	139,817	24.3	30,191	25.3	109,626	24.0	21.6
200-500	6,084	3.7	292,655	14.8	71,509	17.4	221,147	14.1	24.4
500-1,000	1,051	0.6	696,116	6.1	185,491	7.8	510,625	5.6	26.7
More than 1,000	534	0.3	3,032,367	13.5	1,003,544	21.5	2,028,823	11.4	33.1
All	166,272	100.0	72,381	100.0	15,011	100.0	57,371	100.0	20.7

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

Number of AMT Taxpayers (millions). Baseline: 4.4

Proposal: 4.4

* Less than 0.05

(1) Calendar year. Baseline is current policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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 T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.9	0.0	5.7
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	2.6	0.0	5.7
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	5.6	0.0	11.3
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	7.7	0.0	14.7
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	8.2	0.0	18.7
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	18.2	0.0	21.0
75-100	0.0	0.0	0.0	0.0	0	0.0	0.0	11.9	0.0	23.5
100-200	0.0	0.1	0.0	0.1	0	0.0	0.0	17.9	0.0	24.4
200-500	0.0	31.5	-0.1	24.9	209	0.3	0.0	9.8	0.1	25.8
500-1,000	0.0	40.7	-0.2	22.0	1,116	0.6	0.0	4.3	0.2	29.2
More than 1,000	0.0	42.8	-0.3	52.8	4,782	0.4	0.0	12.8	0.2	36.7
All	0.0	0.4	0.0	100.0	8	0.1	0.0	100.0	0.0	19.8

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 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	16,722	20.7	5,678	3.0	326	0.9	5,352	3.6	5.7
10-20	19,121	23.7	15,084	9.2	855	2.6	14,229	10.8	5.7
20-30	12,334	15.3	25,339	9.9	2,857	5.7	22,482	11.0	11.3
30-40	9,158	11.4	35,802	10.4	5,262	7.7	30,540	11.1	14.7
40-50	5,981	7.4	45,980	8.7	8,582	8.2	37,398	8.9	18.7
50-75	8,668	10.8	62,437	17.2	13,081	18.2	49,356	17.0	21.0
75-100	3,570	4.4	88,424	10.0	20,756	11.9	67,668	9.6	23.5
100-200	3,358	4.2	136,678	14.6	33,317	17.9	103,361	13.8	24.4
200-500	794	1.0	298,894	7.5	76,831	9.8	222,063	7.0	25.7
500-1,000	131	0.2	696,170	2.9	202,289	4.3	493,881	2.6	29.1
More than 1,000	74	0.1	2,952,272	6.9	1,078,845	12.7	1,873,428	5.5	36.5
All	80,622	100.0	39,043	100.0	7,738	100.0	31,305	100.0	19.8

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

* Less than 0.05

(1) Calendar year. Baseline is current policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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 T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
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	0.0	0.0	0.0	0.0	0	-0.2	0.0	0.0	0.0	-1.1
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.1	0.0	-2.3
20-30	0.0	*	0.0	0.0	0	0.1	0.0	0.0	0.0	1.0
30-40	0.0	*	0.0	0.0	0	0.0	0.0	0.5	0.0	6.2
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	1.1	0.0	8.7
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	5.2	0.0	13.5
75-100	0.0	0.0	0.0	0.0	0	0.0	0.0	8.5	0.0	17.0
100-200	0.0	*	0.0	0.0	0	0.0	-0.1	28.6	0.0	20.9
200-500	0.0	25.1	-0.1	14.8	155	0.2	0.0	21.2	0.1	24.3
500-1,000	0.0	59.4	-0.3	25.2	1,524	0.8	0.1	9.6	0.2	26.5
More than 1,000	0.0	65.5	-0.4	59.8	7,284	0.8	0.1	25.3	0.2	32.7
All	0.0	3.6	-0.1	100.0	93	0.3	0.0	100.0	0.1	22.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 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	1,291	2.2	5,093	0.1	-56	0.0	5,150	0.1	-1.1
10-20	2,559	4.4	15,850	0.5	-367	-0.1	16,217	0.7	-2.3
20-30	2,875	5.0	25,634	1.0	243	0.0	25,392	1.2	1.0
30-40	3,624	6.3	36,207	1.7	2,225	0.5	33,982	2.1	6.2
40-50	4,468	7.7	46,489	2.7	4,029	1.1	42,461	3.2	8.7
50-75	10,281	17.8	63,998	8.6	8,609	5.2	55,389	9.5	13.5
75-100	9,429	16.3	89,794	11.0	15,305	8.5	74,489	11.7	17.0
100-200	16,457	28.5	140,888	30.2	29,496	28.7	111,391	30.7	20.9
200-500	5,091	8.8	291,809	19.4	70,618	21.2	221,190	18.8	24.2
500-1,000	885	1.5	696,396	8.0	182,912	9.6	513,485	7.6	26.3
More than 1,000	440	0.8	2,988,320	17.1	969,096	25.2	2,019,225	14.8	32.4
All	57,802	100.0	132,789	100.0	29,310	100.0	103,480	100.0	22.1

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

* Less than 0.05

(1) Calendar year. Baseline is current policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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 T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
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	0.0	*	0.0	0.1	0	0.0	0.0	-1.8	0.0	-11.9
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	-6.5	0.0	-9.9
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.6	0.0	-0.6
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	8.6	0.0	8.0
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	12.0	0.0	13.1
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	27.6	0.0	16.8
75-100	0.0	0.0	0.0	0.0	0	0.0	0.0	18.6	0.0	19.7
100-200	0.0	0.2	0.0	0.1	0	0.0	0.0	21.9	0.0	23.0
200-500	0.0	52.5	-0.2	30.0	333	0.5	0.0	8.4	0.1	24.7
500-1,000	0.0	61.0	-0.4	25.2	1,766	1.0	0.0	3.3	0.3	26.2
More than 1,000	0.0	61.1	-0.4	44.4	6,809	0.7	0.1	8.4	0.2	34.2
All	0.0	0.4	0.0	100.0	7	0.1	0.0	100.0	0.0	12.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 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	2,911	11.5	6,577	1.9	-783	-1.8	7,360	2.4	-11.9
10-20	5,398	21.4	15,312	8.2	-1,511	-6.5	16,823	10.3	-9.9
20-30	4,846	19.2	25,728	12.4	-158	-0.6	25,886	14.2	-0.6
30-40	3,748	14.8	35,771	13.3	2,876	8.6	32,895	13.9	8.0
40-50	2,505	9.9	45,998	11.4	6,045	12.0	39,953	11.3	13.1
50-75	3,317	13.1	62,381	20.5	10,462	27.6	51,919	19.5	16.8
75-100	1,353	5.4	88,201	11.8	17,331	18.7	70,869	10.9	19.7
100-200	905	3.6	132,511	11.9	30,486	21.9	102,025	10.4	23.0
200-500	149	0.6	287,163	4.3	70,552	8.4	216,611	3.7	24.6
500-1,000	24	0.1	675,227	1.6	175,191	3.3	500,035	1.3	26.0
More than 1,000	11	0.0	2,859,898	3.1	972,487	8.4	1,887,411	2.3	34.0
All	25,256	100.0	39,986	100.0	4,980	100.0	35,006	100.0	12.5

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

* Less than 0.05

(1) Calendar year. Baseline is current policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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 T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 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	0.0	*	0.0	0.0	0	0.0	0.0	-0.4	0.0	-17.5
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	-1.5	0.0	-15.6
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.6	0.0	-4.2
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	1.1	0.0	5.7
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	2.1	0.0	10.9
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	7.6	0.0	15.3
75-100	0.0	*	0.0	0.0	0	0.0	0.0	10.0	0.0	17.9
100-200	0.0	0.1	0.0	0.1	0	0.0	-0.1	29.3	0.0	21.2
200-500	0.0	33.6	-0.1	17.0	211	0.3	0.0	21.2	0.1	24.9
500-1,000	0.0	75.1	-0.4	27.0	2,052	1.1	0.1	9.3	0.3	27.9
More than 1,000	0.0	79.4	-0.5	55.8	9,240	0.9	0.1	21.8	0.3	33.7
All	0.0	2.9	-0.1	100.0	69	0.4	0.0	100.0	0.1	20.4

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 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	3,361	6.8	5,988	0.4	-1,046	-0.4	7,034	0.7	-17.5
10-20	5,658	11.5	15,525	1.9	-2,414	-1.5	17,940	2.8	-15.6
20-30	5,534	11.2	25,702	3.1	-1,077	-0.6	26,779	4.1	-4.2
30-40	4,844	9.8	35,836	3.8	2,029	1.1	33,807	4.5	5.7
40-50	3,945	8.0	46,072	4.0	5,003	2.1	41,069	4.4	10.9
50-75	7,372	14.9	63,539	10.2	9,702	7.7	53,837	10.8	15.3
75-100	5,840	11.8	89,617	11.4	16,074	10.0	73,543	11.7	17.9
100-200	9,226	18.7	140,522	28.2	29,756	29.4	110,766	27.9	21.2
200-500	2,749	5.6	290,144	17.4	71,995	21.2	218,148	16.4	24.8
500-1,000	450	0.9	695,662	6.8	191,928	9.2	503,734	6.2	27.6
More than 1,000	206	0.4	2,943,211	13.2	983,760	21.7	1,959,451	11.0	33.4
All	49,418	100.0	93,026	100.0	18,918	100.0	74,108	100.0	20.3

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 policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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 T12-0092
Health Reform Act's Additional 0.9 Percent HI Tax on Earnings
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 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	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	0.9
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	0.3	0.0	0.9
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	0.7	0.0	2.7
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	1.5	0.0	4.8
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	1.7	0.0	5.9
50-75	0.0	0.0	0.0	0.0	0	0.0	0.0	7.2	0.0	9.9
75-100	0.0	0.0	0.0	0.0	0	0.0	0.0	8.0	0.0	13.4
100-200	0.0	*	0.0	0.1	0	0.0	0.0	21.2	0.0	17.8
200-500	0.0	3.6	0.0	5.0	18	0.0	0.0	19.1	0.0	22.5
500-1,000	0.0	17.2	-0.1	14.8	285	0.2	0.0	9.8	0.0	26.6
More than 1,000	0.0	32.0	-0.1	80.1	2,849	0.3	0.1	30.4	0.1	34.5
All	0.0	0.4	0.0	100.0	12	0.1	0.0	100.0	0.0	17.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 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	3,030	8.2	6,762	0.8	59	0.0	6,703	0.9	0.9
10-20	8,603	23.2	15,150	5.0	142	0.3	15,008	5.9	0.9
20-30	4,956	13.4	25,187	4.7	678	0.7	24,509	5.6	2.7
30-40	3,838	10.4	35,853	5.2	1,731	1.5	34,122	6.0	4.8
40-50	2,823	7.6	46,514	5.0	2,749	1.7	43,765	5.7	5.9
50-75	5,216	14.1	63,113	12.5	6,225	7.2	56,888	13.6	9.9
75-100	3,053	8.2	88,974	10.3	11,891	8.0	77,083	10.8	13.4
100-200	3,858	10.4	139,885	20.5	24,954	21.3	114,932	20.3	17.8
200-500	1,285	3.5	298,833	14.6	67,190	19.1	231,643	13.7	22.5
500-1,000	239	0.7	698,342	6.4	185,523	9.8	512,819	5.6	26.6
More than 1,000	130	0.4	3,081,067	15.2	1,059,249	30.4	2,021,817	12.0	34.4
All	37,068	100.0	71,055	100.0	12,216	100.0	58,839	100.0	17.2

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 policy without the proposal. Proposal is the additional 0.9 percent HI tax on earnings enacted by the health reform legislation. 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.