

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

Table T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile, 2015 ¹
Summary Table

Cash Income Percentile ^{2,3}	Tax Units with Tax Increase or Cut ⁴				Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁶	
	With Tax Cut		With Tax Increase					Change (%)	Under the Proposal
	Pct of Tax Units	Avg Tax Cut	Pct of Tax Units	Avg Tax Increase					
Lowest Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	4.0
Second Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	11.6
Middle Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	18.1
Fourth Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	22.2
Top Quintile	0.0	0	18.9	6,447	-0.6	100.0	1,217	0.4	29.4
All	0.0	0	2.8	6,446	-0.3	100.0	177	0.2	24.1
Addendum									
80-90	0.0	0	0.3	153	0.0	0.0	0	0.0	25.3
90-95	0.0	0	3.1	335	0.0	0.2	10	0.0	26.5
95-99	0.0	0	66.8	1,226	-0.3	13.5	819	0.2	28.6
Top 1 Percent	0.0	0	89.4	23,053	-1.6	86.3	20,606	1.1	34.7
Top 0.1 Percent	0.0	0	96.1	129,424	-2.4	53.5	124,423	1.5	38.1

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

Number of AMT Taxpayers (millions). Baseline: 27.0

Proposal: 27.0

* Less than 0.05

** Insufficient data

(1) Calendar year. Baseline is current law without the proposal. Proposal is the 3.8 percent unearned income Medicare contribution 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) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2011 dollars): 20% \$19,342; 40% \$39,862; 60% \$69,074; 80% \$119,546; 90% \$169,987; 95% \$242,597; 99% \$629,809; 99.9% \$2,868,534.

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile, 2015 ¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.6	0.0	4.0
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	4.2	0.0	11.6
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	10.4	0.0	18.1
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	18.3	0.0	22.2
Top Quintile	0.0	18.9	-0.6	100.0	1,217	1.4	0.3	66.4	0.4	29.4
All	0.0	2.8	-0.3	100.0	177	0.9	0.0	100.0	0.2	24.1
Addendum										
80-90	0.0	0.3	0.0	0.0	0	0.0	-0.1	14.4	0.0	25.3
90-95	0.0	3.1	0.0	0.2	10	0.0	-0.1	10.4	0.0	26.5
95-99	0.0	66.8	-0.3	13.5	819	0.8	0.0	16.2	0.2	28.6
Top 1 Percent	0.0	89.4	-1.6	86.3	20,606	3.2	0.6	25.5	1.1	34.7
Top 0.1 Percent	0.0	96.1	-2.4	53.5	124,423	4.1	0.4	12.5	1.5	38.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	43,801	25.9	11,368	3.7	452	0.6	10,916	4.6	4.0	
Second Quintile	38,297	22.7	30,850	8.7	3,587	4.2	27,263	10.1	11.6	
Middle Quintile	33,246	19.7	56,491	13.8	10,208	10.5	46,283	14.8	18.1	
Fourth Quintile	27,764	16.4	97,100	19.8	21,593	18.5	75,506	20.2	22.2	
Top Quintile	24,598	14.6	301,089	54.4	87,195	66.1	213,894	50.7	29.0	
All	168,946	100.0	80,584	100.0	19,208	100.0	61,375	100.0	23.8	
Addendum										
80-90	12,369	7.3	150,582	13.7	38,056	14.5	112,526	13.4	25.3	
90-95	6,040	3.6	213,273	9.5	56,573	10.5	156,700	9.1	26.5	
95-99	4,936	2.9	375,241	13.6	106,338	16.2	268,903	12.8	28.3	
Top 1 Percent	1,253	0.7	1,918,232	17.7	644,544	24.9	1,273,688	15.4	33.6	
Top 0.1 Percent	129	0.1	8,360,965	7.9	3,057,762	12.1	5,303,203	6.6	36.6	

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

Number of AMT Taxpayers (millions). Baseline: 27.0

Proposal: 27.0

* Less than 0.05

(1) Calendar year. Baseline is current law without the proposal. Proposal is the 3.8 percent unearned income Medicare contribution enacted by the health reform legislation. For a description of TPC's current law and current policy baselines, see

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(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2011 dollars): 20% \$19,342; 40% \$39,862; 60% \$69,074; 80% \$119,546; 90% \$169,987; 95% \$242,597; 99% \$629,809; 99.9% \$2,868,534.

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2015 ¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.2	0.0	1.7
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	3.1	0.0	10.3
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	8.4	0.0	16.5
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	17.4	0.0	21.7
Top Quintile	0.0	14.8	-0.5	100.0	953	1.3	0.3	70.8	0.4	29.0
All	0.0	2.8	-0.3	100.0	177	0.9	0.0	100.0	0.2	24.1
Addendum										
80-90	0.0	0.1	0.0	0.0	0	0.0	-0.1	15.3	0.0	24.8
90-95	0.0	4.2	0.0	0.2	8	0.0	-0.1	11.6	0.0	26.3
95-99	0.0	48.0	-0.2	10.9	521	0.6	-0.1	17.3	0.2	28.2
Top 1 Percent	0.0	86.0	-1.6	88.9	17,597	3.2	0.6	26.6	1.1	34.5
Top 0.1 Percent	0.0	95.8	-2.4	55.9	110,506	4.1	0.4	13.1	1.5	38.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	36,457	21.6	10,602	2.8	176	0.2	10,426	3.7	1.7	
Second Quintile	35,217	20.9	27,635	7.2	2,859	3.1	24,776	8.4	10.3	
Middle Quintile	33,605	19.9	49,901	12.3	8,219	8.5	41,682	13.5	16.5	
Fourth Quintile	31,021	18.4	84,761	19.3	18,363	17.6	66,397	19.9	21.7	
Top Quintile	31,406	18.6	254,525	58.7	72,851	70.5	181,674	55.0	28.6	
All	168,946	100.0	80,584	100.0	19,208	100.0	61,375	100.0	23.8	
Addendum										
80-90	15,725	9.3	128,613	14.9	31,926	15.5	96,687	14.7	24.8	
90-95	7,925	4.7	182,258	10.6	47,973	11.7	134,285	10.3	26.3	
95-99	6,244	3.7	320,925	14.7	89,981	17.3	230,944	13.9	28.0	
Top 1 Percent	1,512	0.9	1,668,229	18.5	558,001	26.0	1,110,228	16.2	33.5	
Top 0.1 Percent	151	0.1	7,425,020	8.3	2,715,822	12.7	4,709,199	6.9	36.6	

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

Number of AMT Taxpayers (millions). Baseline: 27.0

Proposal: 27.0

* Less than 0.05

(1) Calendar year. Baseline is current law without the proposal. Proposal is the 3.8 percent unearned income Medicare contribution enacted by the health reform legislation. For a description of TPC's current law and current policy baselines, see

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(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) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2011 dollars): 20% \$13,687; 40% \$26,567; 60% \$44,163; 80% \$72,423; 90% \$104,181; 95% \$147,975; 99% \$384,375; 99.9% \$1,764,281.

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2015 ¹
Detail Table - Single Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.4	0.0	5.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	4.9	0.0	9.5
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	12.0	0.0	16.3
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	19.9	0.0	22.3
Top Quintile	0.0	7.7	-0.5	100.0	530	1.1	0.3	61.7	0.3	30.1
All	0.0	1.0	-0.2	100.0	65	0.7	0.0	100.0	0.2	22.7
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.1	15.2	0.0	25.9
90-95	0.0	*	0.0	0.0	0	0.0	-0.1	11.1	0.0	27.4
95-99	0.0	24.0	-0.1	7.7	216	0.3	-0.1	15.2	0.1	29.1
Top 1 Percent	0.0	82.5	-1.8	92.3	12,649	3.1	0.5	20.2	1.1	37.7
Top 0.1 Percent	0.0	96.0	-2.7	56.2	86,069	4.0	0.3	9.5	1.6	41.6

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	23,196	28.5	8,395	5.4	486	1.4	7,909	6.6	5.8	
Second Quintile	19,667	24.2	21,310	11.7	2,021	4.9	19,289	13.6	9.5	
Middle Quintile	15,891	19.5	37,519	16.6	6,120	12.1	31,399	17.9	16.3	
Fourth Quintile	11,931	14.7	60,761	20.2	13,551	20.0	47,209	20.3	22.3	
Top Quintile	9,954	12.2	167,534	46.5	49,852	61.5	117,682	42.1	29.8	
All	81,336	100.0	44,116	100.0	9,926	100.0	34,190	100.0	22.5	
Addendum										
80-90	5,175	6.4	92,340	13.3	23,875	15.3	68,465	12.7	25.9	
90-95	2,512	3.1	131,560	9.2	36,044	11.2	95,516	8.6	27.4	
95-99	1,882	2.3	225,150	11.8	65,226	15.2	159,923	10.8	29.0	
Top 1 Percent	385	0.5	1,132,088	12.1	414,251	19.7	717,837	9.9	36.6	
Top 0.1 Percent	34	0.0	5,399,109	5.2	2,158,530	9.2	3,240,579	4.0	40.0	

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

* Less than 0.05

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2015 ¹
Detail Table - Married Tax Units Filing Jointly

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	1.7
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.4	0.0	11.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	5.5	0.0	15.7
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	15.6	0.0	21.2
Top Quintile	0.0	18.4	-0.5	100.0	1,165	1.4	0.2	77.3	0.4	28.7
All	0.0	6.1	-0.4	100.0	388	1.1	0.0	100.0	0.3	25.5
Addendum										
80-90	0.0	0.1	0.0	0.0	0	0.0	-0.2	15.6	0.0	24.4
90-95	0.0	5.8	0.0	0.2	10	0.0	-0.1	12.5	0.0	26.0
95-99	0.0	58.4	-0.3	11.7	654	0.6	-0.1	19.1	0.2	28.0
Top 1 Percent	0.0	86.9	-1.5	88.1	18,922	3.1	0.6	30.1	1.0	33.7
Top 0.1 Percent	0.0	95.6	-2.3	55.0	116,147	4.1	0.4	14.7	1.5	37.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	4,463	7.6	15,631	0.8	269	0.1	15,362	1.1	1.7	
Second Quintile	6,865	11.7	39,057	3.1	4,592	1.5	34,465	3.7	11.8	
Middle Quintile	11,932	20.3	64,653	8.9	10,148	5.6	54,505	10.1	15.7	
Fourth Quintile	15,574	26.5	104,032	18.8	22,044	15.8	81,989	19.8	21.2	
Top Quintile	19,635	33.4	302,339	68.7	85,560	77.1	216,779	65.9	28.3	
All	58,870	100.0	146,762	100.0	37,029	100.0	109,733	100.0	25.2	
Addendum										
80-90	9,415	16.0	149,979	16.3	36,599	15.8	113,380	16.5	24.4	
90-95	5,079	8.6	208,633	12.3	54,212	12.6	154,421	12.1	26.0	
95-99	4,077	6.9	367,942	17.4	102,385	19.2	265,557	16.8	27.8	
Top 1 Percent	1,065	1.8	1,845,234	22.7	603,562	29.5	1,241,671	20.5	32.7	
Top 0.1 Percent	108	0.2	7,994,782	10.0	2,866,735	14.3	5,128,046	8.6	35.9	

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

* Less than 0.05

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2015 ¹
Detail Table - Head of Household Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-3.3	0.0	-5.4
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	13.8	0.0	9.9
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	25.9	0.0	18.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	27.7	0.0	22.5
Top Quintile	0.0	11.2	-0.4	100.0	489	0.9	0.2	35.8	0.3	27.7
All	0.0	0.6	-0.1	100.0	24	0.3	0.0	100.0	0.1	16.9
Addendum										
80-90	0.0	0.1	0.0	0.0	0	0.0	0.0	13.5	0.0	25.5
90-95	0.0	5.5	0.0	0.3	9	0.0	0.0	5.4	0.0	26.0
95-99	0.0	51.7	-0.2	13.5	445	0.6	0.0	7.7	0.2	26.6
Top 1 Percent	0.0	92.3	-1.6	86.1	15,706	3.1	0.3	9.2	1.1	34.6
Top 0.1 Percent	0.0	99.0	-2.4	50.6	107,234	4.0	0.2	4.3	1.5	38.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	8,554	32.8	13,984	10.3	-749	-3.3	14,733	13.0	-5.4	
Second Quintile	8,234	31.5	33,302	23.5	3,310	13.9	29,991	25.5	9.9	
Middle Quintile	5,041	19.3	54,971	23.8	10,109	26.0	44,861	23.3	18.4	
Fourth Quintile	2,893	11.1	83,770	20.8	18,830	27.8	64,940	19.4	22.5	
Top Quintile	1,307	5.0	194,776	21.8	53,457	35.6	141,319	19.1	27.5	
All	26,121	100.0	44,620	100.0	7,515	100.0	37,105	100.0	16.8	
Addendum										
80-90	840	3.2	124,047	8.9	31,600	13.5	92,447	8.0	25.5	
90-95	238	0.9	171,264	3.5	44,561	5.4	126,704	3.1	26.0	
95-99	194	0.7	293,736	4.9	77,626	7.7	216,110	4.3	26.4	
Top 1 Percent	35	0.1	1,501,783	4.5	504,018	9.0	997,765	3.6	33.6	
Top 0.1 Percent	3	0.0	7,219,902	1.9	2,672,869	4.1	4,547,033	1.4	37.0	

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

* Less than 0.05

(1) Calendar year. Baseline is current law without the proposal. Proposal is the 3.8 percent unearned income Medicare contribution 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

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(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2011 dollars): 20% \$13,687; 40% \$26,567; 60% \$44,163; 80% \$72,423; 90% \$104,181; 95% \$147,975; 99% \$384,375; 99.9% \$1,764,281.

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2015 ¹
Detail Table - Tax Units with Children

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.8	0.0	-6.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	3.6	0.0	10.9
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	10.3	0.0	19.0
Fourth Quintile	0.0	*	0.0	0.0	0	0.0	-0.2	21.4	0.0	23.6
Top Quintile	0.0	23.8	-0.5	100.0	1,098	1.1	0.3	65.4	0.3	30.0
All	0.0	4.0	-0.2	100.0	183	0.7	0.0	100.0	0.2	24.6
Addendum										
80-90	0.0	0.3	0.0	0.0	0	0.0	-0.1	15.7	0.0	26.2
90-95	0.0	15.7	0.0	0.7	30	0.1	-0.1	10.6	0.0	27.4
95-99	0.0	82.4	-0.3	15.3	883	0.7	0.0	16.0	0.2	29.3
Top 1 Percent	0.0	94.8	-1.4	84.1	20,597	2.7	0.5	23.1	0.9	35.6
Top 0.1 Percent	0.0	99.0	-2.2	53.2	139,322	3.8	0.3	10.7	1.4	38.4

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	10,299	20.5	14,919	3.0	-1,018	-0.8	15,937	4.2	-6.8	
Second Quintile	10,995	21.9	37,962	8.1	4,133	3.6	33,829	9.6	10.9	
Middle Quintile	10,131	20.2	67,712	13.3	12,884	10.4	54,828	14.3	19.0	
Fourth Quintile	10,153	20.2	112,761	22.3	26,573	21.5	86,188	22.5	23.6	
Top Quintile	8,372	16.7	329,225	53.6	97,631	65.2	231,594	49.9	29.7	
All	50,185	100.0	102,460	100.0	24,990	100.0	77,470	100.0	24.4	
Addendum										
80-90	4,416	8.8	171,499	14.7	44,942	15.8	126,558	14.4	26.2	
90-95	1,992	4.0	245,849	9.5	67,240	10.7	178,609	9.2	27.4	
95-99	1,588	3.2	434,482	13.4	126,436	16.0	308,046	12.6	29.1	
Top 1 Percent	375	0.8	2,183,049	15.9	757,302	22.7	1,425,746	13.8	34.7	
Top 0.1 Percent	35	0.1	10,034,824	6.9	3,714,836	10.4	6,319,988	5.7	37.0	

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 proposal. Proposal is the 3.8 percent unearned income Medicare contribution enacted by the health reform legislation. For a description of TPC's current law and current policy baselines, see

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(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2011 dollars): 20% \$13,687; 40% \$26,567; 60% \$44,163; 80% \$72,423; 90% \$104,181; 95% \$147,975; 99% \$384,375; 99.9% \$1,764,281.

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

(5) 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.

(6) 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 T12-0101
Health Reform Act's 3.8 Percent Unearned Income Medicare Contribution
Baseline: Current Law
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2015 ¹
Detail Table - Elderly Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	0.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.7	0.0	2.0
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	4.2	0.0	6.7
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	10.9	0.0	13.9
Top Quintile	0.0	14.2	-0.8	100.0	1,512	2.1	0.3	84.1	0.6	28.2
All	0.0	2.6	-0.4	100.0	276	1.7	0.0	100.0	0.4	20.6
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.2	11.7	0.0	19.5
90-95	0.0	0.6	0.0	0.0	2	0.0	-0.2	10.8	0.0	22.8
95-99	0.0	36.8	-0.3	9.3	612	0.8	-0.2	21.0	0.2	27.1
Top 1 Percent	0.0	82.3	-2.1	90.6	20,410	4.0	0.9	40.6	1.4	35.7
Top 0.1 Percent	0.0	96.2	-2.9	52.9	118,505	4.8	0.6	19.9	1.8	39.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2015 ¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Pre-Tax Income		Federal Tax Burden		After-Tax Income ⁵		Average Federal Tax Rate ⁶	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	6,748	17.4	10,638	2.4	86	0.1	10,552	2.9	0.8	
Second Quintile	9,924	25.5	22,647	7.4	443	0.7	22,204	9.1	2.0	
Middle Quintile	8,724	22.4	44,646	12.8	3,000	4.3	41,646	15.0	6.7	
Fourth Quintile	6,359	16.4	77,029	16.1	10,730	11.1	66,299	17.4	13.9	
Top Quintile	7,090	18.2	263,589	61.4	72,793	83.8	190,796	55.8	27.6	
All	38,882	100.0	78,233	100.0	15,841	100.0	62,392	100.0	20.3	
Addendum										
80-90	3,205	8.2	117,227	12.4	22,883	11.9	94,343	12.5	19.5	
90-95	1,775	4.6	166,728	9.7	38,076	11.0	128,652	9.4	22.8	
95-99	1,634	4.2	296,750	15.9	79,888	21.2	216,862	14.6	26.9	
Top 1 Percent	476	1.2	1,495,891	23.4	513,747	39.7	982,143	19.3	34.3	
Top 0.1 Percent	48	0.1	6,639,891	10.5	2,484,936	19.3	4,154,955	8.2	37.4	

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.

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