

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

**Table T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Summary Table**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>5</sup>	
	Number (thousands)	Percent of Total				Change (%) Points)	Under the Proposal
Less than 10	16,041	10.1	0.0	0.0	0	0.0	5.4
10-20	24,243	15.3	0.0	0.0	0	0.0	4.0
20-30	19,317	12.2	0.0	0.1	2	0.0	9.7
30-40	17,482	11.1	-0.1	0.9	23	0.1	14.1
40-50	13,879	8.8	-0.2	2.1	69	0.2	16.3
50-75	25,633	16.2	-0.3	9.3	161	0.3	19.4
75-100	14,610	9.2	-0.7	16.3	495	0.6	21.8
100-200	20,204	12.8	-0.9	41.1	904	0.7	25.3
200-500	4,780	3.0	-1.4	29.6	2,756	1.0	29.8
500-1,000	728	0.5	-0.1	0.6	367	0.1	34.7
More than 1,000	433	0.3	0.0	0.0	19	0.0	39.7
All	158,260	100.0	-0.5	100.0	281	0.4	24.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

Number of AMT Taxpayers (millions). Baseline: 1.2

Proposal: 21.7

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, 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 T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013<sup>1</sup>**  
**Detail Table**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
			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	5.4
10-20	0.0	0.0	0	0.0	0.0	0.6	0.0	4.0
20-30	0.0	0.1	2	0.1	0.0	1.8	0.0	9.7
30-40	-0.1	0.9	23	0.5	0.0	3.3	0.1	14.1
40-50	-0.2	2.1	69	0.9	0.0	3.9	0.2	16.3
50-75	-0.3	9.3	161	1.4	0.0	11.5	0.3	19.4
75-100	-0.7	16.3	495	2.6	0.1	10.5	0.6	21.8
100-200	-0.9	41.1	904	2.7	0.3	25.5	0.7	25.3
200-500	-1.4	29.6	2,756	3.4	0.3	15.1	1.0	29.8
500-1,000	-0.1	0.6	367	0.2	-0.1	6.5	0.1	34.7
More than 1,000	0.0	0.0	19	0.0	-0.4	21.2	0.0	39.7
All	-0.5	100.0	281	1.7	0.0	100.0	0.4	24.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013<sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	16,041	10.1	5,390	0.8	293	0.2	5,097	1.0	5.4
10-20	24,243	15.3	15,105	3.3	605	0.6	14,500	4.2	4.0
20-30	19,317	12.2	25,084	4.4	2,418	1.8	22,665	5.2	9.6
30-40	17,482	11.1	35,579	5.7	4,986	3.3	30,593	6.4	14.0
40-50	13,879	8.8	45,612	5.8	7,364	3.9	38,248	6.3	16.1
50-75	25,633	16.2	62,053	14.5	11,875	11.6	50,178	15.4	19.1
75-100	14,610	9.2	88,235	11.7	18,752	10.4	69,483	12.1	21.3
100-200	20,204	12.8	133,782	24.6	32,950	25.3	100,832	24.3	24.6
200-500	4,780	3.0	283,732	12.3	81,731	14.8	202,001	11.5	28.8
500-1,000	728	0.5	683,264	4.5	236,810	6.5	446,454	3.9	34.7
More than 1,000	433	0.3	3,295,487	13.0	1,307,939	21.5	1,987,549	10.3	39.7
All	158,260	100.0	69,527	100.0	16,639	100.0	52,888	100.0	23.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

Number of AMT Taxpayers (millions). Baseline: 1.2 Proposal: 21.7

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, 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 T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	0.0	0.0	0	0.0	0.0	0.9	0.0	8.4
10-20	0.0	0.0	0	0.0	0.0	2.8	0.0	7.5
20-30	0.0	0.0	0	0.0	0.0	5.7	0.0	13.2
30-40	0.0	0.0	0	0.0	0.0	8.6	0.0	16.6
40-50	0.0	0.2	1	0.0	0.0	9.0	0.0	20.2
50-75	0.0	12.0	19	0.1	0.0	20.5	0.0	23.2
75-100	-0.1	12.7	60	0.3	0.0	11.1	0.1	26.3
100-200	-0.2	29.2	156	0.4	0.0	16.4	0.1	28.9
200-500	-0.6	44.6	1,132	1.2	0.1	9.0	0.4	34.8
500-1,000	-0.1	1.2	193	0.1	0.0	3.6	0.0	38.7
More than 1,000	0.0	0.1	19	0.0	0.0	12.3	0.0	43.3
All	-0.1	100.0	20	0.2	0.0	100.0	0.1	22.9

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	12,280	17.1	5,327	2.3	447	0.9	4,881	2.8	8.4
10-20	16,353	22.7	14,997	8.7	1,120	2.8	13,877	10.4	7.5
20-30	11,329	15.7	24,885	10.0	3,276	5.8	21,608	11.3	13.2
30-40	9,396	13.0	35,554	11.9	5,913	8.6	29,641	12.8	16.6
40-50	6,306	8.8	45,513	10.2	9,188	9.0	36,326	10.5	20.2
50-75	9,292	12.9	61,373	20.2	14,209	20.5	47,164	20.2	23.2
75-100	3,125	4.3	87,575	9.7	22,931	11.1	64,644	9.3	26.2
100-200	2,763	3.8	132,172	13.0	38,075	16.3	94,098	12.0	28.8
200-500	581	0.8	286,777	5.9	98,669	8.9	188,108	5.0	34.4
500-1,000	89	0.1	684,999	2.2	265,063	3.6	419,936	1.7	38.7
More than 1,000	56	0.1	3,307,366	6.5	1,430,847	12.3	1,876,519	4.8	43.3
All	72,035	100.0	39,146	100.0	8,952	100.0	30,195	100.0	22.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, 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 T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
			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	6.5
10-20	0.0	0.0	0	0.0	0.0	0.0	0.0	1.8
20-30	0.0	0.0	0	0.0	0.0	0.3	0.0	5.5
30-40	0.0	0.0	1	0.0	0.0	0.7	0.0	9.3
40-50	0.0	0.1	3	0.1	0.0	1.3	0.0	10.6
50-75	-0.1	2.3	66	0.7	-0.1	6.7	0.1	16.0
75-100	-0.7	14.6	505	2.9	0.1	9.9	0.6	20.2
100-200	-1.0	47.1	995	3.1	0.3	29.9	0.7	24.6
200-500	-1.5	35.2	3,045	3.9	0.3	18.2	1.1	29.0
500-1,000	-0.1	0.7	414	0.2	-0.1	7.9	0.1	34.2
More than 1,000	0.0	0.0	38	0.0	-0.5	25.0	0.0	39.2
All	-0.7	100.0	576	2.0	0.0	100.0	0.5	25.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,457	2.4	4,559	0.1	296	0.0	4,263	0.1	6.5
10-20	2,877	4.7	15,669	0.6	277	0.0	15,393	0.8	1.8
20-30	3,317	5.5	25,449	1.2	1,409	0.3	24,040	1.5	5.5
30-40	4,027	6.6	35,715	2.0	3,313	0.7	32,402	2.5	9.3
40-50	4,740	7.8	45,931	3.1	4,864	1.3	41,067	3.7	10.6
50-75	12,272	20.2	62,784	10.9	9,946	6.8	52,838	12.2	15.8
75-100	10,124	16.7	88,587	12.7	17,369	9.8	71,218	13.6	19.6
100-200	16,567	27.3	134,301	31.4	32,056	29.6	102,246	32.0	23.9
200-500	4,043	6.7	283,374	16.2	79,161	17.8	204,213	15.6	27.9
500-1,000	616	1.0	683,221	5.9	233,034	8.0	450,187	5.2	34.1
More than 1,000	360	0.6	3,245,436	16.5	1,272,929	25.5	1,972,507	13.4	39.2
All	60,744	100.0	116,746	100.0	29,566	100.0	87,179	100.0	25.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

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For a description of TPC's current policy baseline, 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

<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 T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	0.0	0.0	0	0.0	0.0	-0.9	0.0	-9.5
10-20	0.0	0.0	0	0.0	0.1	-3.4	0.0	-7.0
20-30	0.0	0.0	0	0.0	-0.1	2.4	0.0	3.2
30-40	0.0	0.5	7	0.2	-0.3	10.1	0.0	11.7
40-50	-0.3	7.3	127	1.8	-0.2	12.7	0.3	16.3
50-75	-0.9	36.5	450	3.8	0.2	30.0	0.7	20.3
75-100	-1.5	27.6	1,034	5.5	0.4	15.8	1.2	22.9
100-200	-1.3	20.5	1,227	3.8	0.1	16.7	1.0	26.0
200-500	-1.4	7.5	2,812	3.5	0.0	6.5	1.0	29.6
500-1,000	-0.1	0.1	221	0.1	-0.1	2.2	0.0	33.1
More than 1,000	0.0	0.0	6	0.0	-0.2	7.8	0.0	38.0
All	-0.6	100.0	190	3.1	0.0	100.0	0.5	16.0

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,173	9.4	6,307	1.5	-598	-0.9	6,905	1.9	-9.5
10-20	4,761	20.6	15,129	7.8	-1,060	-3.5	16,189	9.9	-7.0
20-30	4,367	18.9	25,305	12.0	820	2.5	24,485	13.7	3.2
30-40	3,599	15.6	35,454	13.8	4,128	10.4	31,326	14.4	11.6
40-50	2,531	11.0	45,338	12.4	7,261	12.8	38,077	12.3	16.0
50-75	3,553	15.4	61,312	23.6	12,013	29.8	49,299	22.4	19.6
75-100	1,170	5.1	87,387	11.1	18,966	15.5	68,421	10.3	21.7
100-200	734	3.2	129,043	10.3	32,297	16.5	96,746	9.1	25.0
200-500	117	0.5	280,322	3.5	80,131	6.5	200,191	3.0	28.6
500-1,000	15	0.1	673,865	1.1	222,698	2.3	451,167	0.9	33.1
More than 1,000	10	0.0	3,141,640	3.3	1,192,168	8.0	1,949,472	2.4	38.0
All	23,101	100.0	40,006	100.0	6,204	100.0	33,802	100.0	15.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

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For a description of TPC's current policy baseline, see:

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(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 T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
			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	-11.6
10-20	0.0	0.0	0	0.0	0.0	-0.8	0.0	-9.4
20-30	0.0	0.1	8	1.8	0.0	0.2	0.0	1.7
30-40	-0.1	0.4	31	0.8	0.0	1.7	0.1	10.8
40-50	-0.4	1.9	157	2.3	0.0	2.6	0.3	15.1
50-75	-0.7	8.3	330	2.9	0.0	9.5	0.5	19.0
75-100	-1.4	17.8	984	5.4	0.2	11.0	1.1	21.7
100-200	-1.7	46.4	1,695	5.3	0.6	29.5	1.3	25.3
200-500	-1.9	24.9	3,784	4.8	0.3	17.3	1.3	29.3
500-1,000	-0.1	0.3	272	0.1	-0.2	7.3	0.0	33.9
More than 1,000	0.0	0.0	18	0.0	-0.7	21.8	0.0	38.7
All	-1.0	100.0	685	3.3	0.0	100.0	0.8	24.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,962	5.9	5,794	0.4	-670	-0.2	6,464	0.6	-11.6
10-20	5,804	11.6	15,260	2.0	-1,437	-0.8	16,697	2.9	-9.4
20-30	5,335	10.6	25,332	3.1	430	0.2	24,902	4.0	1.7
30-40	4,816	9.6	35,564	3.9	3,791	1.7	31,773	4.6	10.7
40-50	4,037	8.1	45,576	4.2	6,700	2.6	38,876	4.7	14.7
50-75	8,599	17.2	62,528	12.2	11,577	9.5	50,950	13.0	18.5
75-100	6,206	12.4	88,416	12.5	18,202	10.8	70,213	13.0	20.6
100-200	9,390	18.7	134,200	28.6	32,302	28.9	101,898	28.5	24.1
200-500	2,258	4.5	283,593	14.5	79,195	17.0	204,397	13.7	27.9
500-1,000	345	0.7	680,629	5.3	230,627	7.6	450,003	4.6	33.9
More than 1,000	193	0.4	3,158,341	13.8	1,223,656	22.5	1,934,686	11.1	38.7
All	50,150	100.0	87,888	100.0	20,921	100.0	66,967	100.0	23.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

Note: Tax units with children are those claiming an exemption for children at home or away from home.

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, 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 T12-0226**  
**Fiscal Cliff Analysis**  
**Step 9 of 9: Alternative Minimum Tax Patch**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
			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	1.5
10-20	0.0	0.0	0	0.0	0.0	0.2	0.0	0.8
20-30	0.0	0.0	0	0.0	0.0	0.8	0.0	3.1
30-40	0.0	0.7	5	0.3	0.0	1.7	0.0	5.1
40-50	0.0	1.5	14	0.5	0.0	2.4	0.0	6.9
50-75	0.0	3.7	20	0.3	0.0	8.9	0.0	11.3
75-100	-0.1	8.4	91	0.7	0.0	8.7	0.1	15.8
100-200	-0.2	24.8	211	0.7	0.0	23.3	0.2	21.8
200-500	-0.9	57.2	1,847	2.2	0.3	18.3	0.7	30.3
500-1,000	-0.2	3.5	726	0.3	0.0	8.2	0.1	37.0
More than 1,000	0.0	0.1	48	0.0	-0.2	27.6	0.0	41.9
All	-0.2	100.0	88	0.7	0.0	100.0	0.1	19.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,099	6.0	6,146	0.6	90	0.0	6,056	0.7	1.5
10-20	7,199	20.5	15,399	4.8	124	0.2	15,275	5.9	0.8
20-30	4,736	13.5	24,906	5.1	782	0.8	24,123	6.1	3.1
30-40	4,155	11.8	35,411	6.4	1,809	1.7	33,603	7.5	5.1
40-50	3,401	9.7	45,731	6.7	3,145	2.4	42,586	7.8	6.9
50-75	5,792	16.5	61,846	15.5	6,986	8.9	54,860	17.1	11.3
75-100	2,864	8.2	87,420	10.8	13,721	8.7	73,699	11.4	15.7
100-200	3,657	10.4	133,081	21.0	28,853	23.3	104,227	20.5	21.7
200-500	962	2.7	285,711	11.9	84,802	18.0	200,909	10.4	29.7
500-1,000	148	0.4	687,513	4.4	253,594	8.3	433,919	3.5	36.9
More than 1,000	91	0.3	3,301,216	13.0	1,383,013	27.8	1,918,203	9.4	41.9
All	35,135	100.0	65,837	100.0	12,916	100.0	52,922	100.0	19.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

Note: Elderly tax units are those with either head or spouse (if filing jointly) age 65 or older.

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 8 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, 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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(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.