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Table T12-0282
S. 3412 The Middle Class Tax Cut Act
Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
Summary Table

Cash Income Level (thousands of 2012 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	2	0.0	2.9
10-20	0.0	0	0.1	10,518	0.0	0.1	4	0.0	1.6
20-30	0.0	0	2.5	1,101	-0.2	0.4	37	0.2	6.9
30-40	0.0	0	5.1	1,702	-0.3	0.8	84	0.2	11.7
40-50	0.0	0	6.3	2,448	-0.3	0.9	124	0.3	14.2
50-75	0.0	0	15.3	1,992	-0.6	3.9	283	0.5	17.5
75-100	0.0	0	48.8	1,652	-1.1	6.1	763	0.9	20.0
100-200	0.0	0	84.4	3,139	-2.5	28.3	2,579	1.9	23.8
200-500	0.0	0	97.1	9,342	-4.0	21.6	8,322	2.9	28.9
500-1,000	0.0	0	96.7	17,323	-3.2	6.1	15,342	2.3	33.0
More than 1,000	0.0	0	99.2	139,294	-6.3	31.9	135,686	4.1	38.3
All	0.0	0	22.9	5,343	-2.1	100.0	1,165	1.7	22.6

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

Number of AMT Taxpayers (millions). Baseline: 4.0

Proposal: 33.5

* Less than 0.05

** Insufficient data

(1) Calendar year. Baseline is current policy with AMT exemption amounts of \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing separate returns). Proposal would: a) return AMT exemption amounts to \$45,000 for married couples filing a joint return, \$33,750 for others (\$22,500 for married individuals filing a separate return) and disallow certain credits against the AMT; b) reinstate pre-EGTRRA estate tax law including an effective exemption of \$1 million and a top statutory estate tax rate of 55 percent, c) extend a portion of the 33 percent bracket; d) raise the 33 percent rate to 36 percent beginning at a threshold of \$200,000 (single), \$250,000 (married), or \$225,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); e) raise the top tax rate to 39.6 percent; f) reinstate PEP and Pease at thresholds of \$250,000 of AGI (married) and \$200,000 (single), indexed for inflation after 2009; and g) tax capital gains and qualified dividends at 20% for taxpayers in the top two brackets. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. 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 tax units with a change in federal tax burden of \$10 or more in absolute value.

(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 T12-0282
S. 3412 The Middle Class Tax Cut Act
Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
Detail Table

Cash Income Level (thousands of 2012 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	2	1.2	0.0	0.1	0.0	2.9
10-20	0.0	0.1	0.0	0.1	4	1.8	0.0	0.2	0.0	1.6
20-30	0.0	2.5	-0.2	0.4	37	2.2	-0.1	1.3	0.2	6.9
30-40	0.0	5.1	-0.3	0.8	84	2.0	-0.2	2.9	0.2	11.7
40-50	0.0	6.3	-0.3	0.9	124	2.0	-0.2	3.6	0.3	14.2
50-75	0.0	15.3	-0.6	3.9	283	2.7	-0.6	11.2	0.5	17.5
75-100	0.0	48.8	-1.1	6.1	763	4.5	-0.4	10.4	0.9	20.0
100-200	0.0	84.4	-2.5	28.3	2,579	8.8	0.2	25.8	1.9	23.8
200-500	0.0	97.1	-4.0	21.6	8,322	11.3	0.5	15.7	2.9	28.9
500-1,000	0.0	96.7	-3.2	6.1	15,342	7.3	0.0	6.6	2.3	33.0
More than 1,000	0.0	99.2	-6.3	31.9	135,686	12.0	0.8	22.0	4.1	38.3
All	0.0	22.9	-2.1	100.0	1,165	8.0	0.0	100.0	1.7	22.6

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 ¹

Cash Income Level (thousands of 2012 dollars) ²	Tax Units		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	16,041	10.1	5,390	0.8	155	0.1	5,235	1.0	2.9
10-20	24,243	15.3	15,105	3.3	243	0.3	14,862	4.1	1.6
20-30	19,317	12.2	25,084	4.4	1,690	1.4	23,393	5.2	6.7
30-40	17,482	11.1	35,579	5.7	4,091	3.1	31,488	6.3	11.5
40-50	13,879	8.8	45,612	5.8	6,352	3.8	39,260	6.3	13.9
50-75	25,633	16.2	62,053	14.5	10,559	11.7	51,493	15.2	17.0
75-100	14,610	9.2	88,235	11.7	16,918	10.7	71,317	12.0	19.2
100-200	20,204	12.8	133,782	24.6	29,260	25.6	104,522	24.3	21.9
200-500	4,780	3.0	283,732	12.3	73,682	15.3	210,050	11.5	26.0
500-1,000	728	0.5	683,264	4.5	210,278	6.6	472,986	4.0	30.8
More than 1,000	433	0.3	3,295,487	13.0	1,127,093	21.2	2,168,394	10.8	34.2
All	158,260	100.0	69,527	100.0	14,576	100.0	54,950	100.0	21.0

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

Number of AMT Taxpayers (millions). Baseline: 4.0

Proposal: 33.5

* Less than 0.05

(1) Calendar year. Baseline is current policy with AMT exemption amounts of \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing separate returns). Proposal would: a) return AMT exemption amounts to \$45,000 for married couples filing a joint return, \$33,750 for others (\$22,500 for married individuals filing a separate return) and disallow certain credits against the AMT; b) reinstate pre-EGTRRA estate tax law including an effective exemption of \$1 million and a top statutory estate tax rate of 55 percent, c) extend a portion of the 33 percent bracket; d) raise the 33 percent rate to 36 percent beginning at a threshold of \$200,000 (single), \$250,000 (married), or \$225,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); e) raise the top tax rate to 39.6 percent; f) reinstate PEP and Pease at thresholds of \$250,000 of AGI (married) and \$200,000 (single), indexed for inflation after 2009; and g) tax capital gains and qualified dividends at 20% for taxpayers in the top two brackets. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. 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 tax units with a change in federal tax burden of \$10 or more in absolute value.

(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 T12-0282
S. 3412 The Middle Class Tax Cut Act
Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
Detail Table - Single Tax Units

Cash Income Level (thousands of 2012 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	0.1	2	0.6	0.0	0.7	0.0	6.8
10-20	0.0	0.1	0.0	0.3	6	0.6	-0.1	2.6	0.0	6.4
20-30	0.0	0.3	-0.2	1.4	43	1.5	-0.2	5.5	0.2	11.7
30-40	0.0	0.1	-0.3	2.3	84	1.6	-0.4	8.5	0.2	15.3
40-50	0.0	0.2	-0.3	2.1	114	1.3	-0.4	9.0	0.3	19.0
50-75	0.0	2.4	-0.7	9.1	328	2.5	-0.7	20.6	0.5	21.9
75-100	0.0	8.1	-1.2	7.6	818	4.0	-0.2	11.1	0.9	24.6
100-200	0.0	29.2	-2.4	19.3	2,350	7.0	0.2	16.3	1.8	27.0
200-500	0.0	93.5	-6.1	21.6	12,521	15.2	0.7	9.1	4.4	33.0
500-1,000	0.0	96.8	-7.1	8.7	33,010	15.1	0.3	3.7	4.8	36.9
More than 1,000	0.0	98.8	-7.9	27.2	164,941	13.6	0.9	12.7	5.0	41.7
All	0.0	2.8	-1.5	100.0	467	5.9	0.0	100.0	1.2	21.4

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 ¹

Cash Income Level (thousands of 2012 dollars) ²	Tax Units		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	12,280	17.1	5,327	2.3	361	0.8	4,966	2.7	6.8
10-20	16,353	22.7	14,997	8.7	951	2.7	14,046	10.2	6.3
20-30	11,329	15.7	24,885	10.0	2,872	5.7	22,013	11.1	11.5
30-40	9,396	13.0	35,554	11.9	5,371	8.8	30,183	12.6	15.1
40-50	6,306	8.8	45,513	10.2	8,523	9.4	36,991	10.4	18.7
50-75	9,292	12.9	61,373	20.2	13,089	21.3	48,283	20.0	21.3
75-100	3,125	4.3	87,575	9.7	20,711	11.3	66,865	9.3	23.7
100-200	2,763	3.8	132,172	13.0	33,376	16.2	98,796	12.1	25.3
200-500	581	0.8	286,777	5.9	82,236	8.4	204,541	5.3	28.7
500-1,000	89	0.1	684,999	2.2	219,379	3.4	465,620	1.8	32.0
More than 1,000	56	0.1	3,307,366	6.5	1,213,782	11.8	2,093,584	5.2	36.7
All	72,035	100.0	39,146	100.0	7,927	100.0	31,219	100.0	20.3

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

* Less than 0.05

(1) Calendar year. Baseline is current policy with AMT exemption amounts of \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing separate returns). Proposal would: a) return AMT exemption amounts to \$45,000 for married couples filing a joint return, \$33,750 for others (\$22,500 for married individuals filing a separate return) and disallow certain credits against the AMT; b) reinstate pre-EGTRRA estate tax law including an effective exemption of \$1 million and a top statutory estate tax rate of 55 percent; c) extend a portion of the 33 percent bracket; d) raise the 33 percent rate to 36 percent beginning at a threshold of \$200,000 (single), \$250,000 (married), or \$225,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); e) raise the top tax rate to 39.6 percent; f) reinstate PEP and Pease at thresholds of \$250,000 of AGI (married) and \$200,000 (single), indexed for inflation after 2009; and g) tax capital gains and qualified dividends at 20% for taxpayers in the top two brackets. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. 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 tax units with a change in federal tax burden of \$10 or more in absolute value.

(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 T12-0282
S. 3412 The Middle Class Tax Cut Act
Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
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 2012 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	2	1.7	0.0	0.0	0.1	3.1
10-20	0.0	0.0	0.0	0.0	1	-0.3	0.0	0.0	0.0	-1.5
20-30	0.0	0.5	-0.1	0.0	18	5.7	0.0	0.1	0.1	1.3
30-40	0.0	5.0	-0.1	0.1	22	1.1	0.0	0.5	0.1	5.5
40-50	0.0	5.5	-0.1	0.1	23	0.6	-0.1	1.0	0.1	7.8
50-75	0.0	12.1	-0.1	0.6	63	0.8	-0.5	6.1	0.1	13.6
75-100	0.0	56.1	-0.8	4.5	611	3.9	-0.4	9.6	0.7	18.3
100-200	0.0	93.1	-2.5	31.6	2,618	9.2	0.1	30.0	2.0	23.1
200-500	0.0	98.4	-3.8	23.3	7,920	11.0	0.4	18.9	2.8	28.3
500-1,000	0.0	97.0	-2.7	5.8	12,851	6.1	-0.2	8.0	1.9	32.5
More than 1,000	0.0	99.3	-6.0	34.0	129,536	11.8	0.7	25.8	4.0	37.9
All	0.0	46.1	-2.5	100.0	2,259	8.7	0.0	100.0	1.9	24.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 ¹

Cash Income Level (thousands of 2012 dollars) ²	Tax Units		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	1,457	2.4	4,559	0.1	140	0.0	4,419	0.1	3.1
10-20	2,877	4.7	15,669	0.6	-238	0.0	15,908	0.8	-1.5
20-30	3,317	5.5	25,449	1.2	315	0.1	25,134	1.5	1.2
30-40	4,027	6.6	35,715	2.0	1,934	0.5	33,781	2.5	5.4
40-50	4,740	7.8	45,931	3.1	3,539	1.1	42,393	3.6	7.7
50-75	12,272	20.2	62,784	10.9	8,465	6.6	54,319	12.1	13.5
75-100	10,124	16.7	88,587	12.7	15,607	10.0	72,979	13.4	17.6
100-200	16,567	27.3	134,301	31.4	28,428	29.9	105,873	31.8	21.2
200-500	4,043	6.7	283,374	16.2	72,193	18.5	211,181	15.5	25.5
500-1,000	616	1.0	683,221	5.9	209,190	8.2	474,032	5.3	30.6
More than 1,000	360	0.6	3,245,436	16.5	1,099,522	25.1	2,145,914	14.0	33.9
All	60,744	100.0	116,746	100.0	25,963	100.0	90,783	100.0	22.2

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

* Less than 0.05

(1) Calendar year. Baseline is current policy with AMT exemption amounts of \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing separate returns). Proposal would: a) return AMT exemption amounts to \$45,000 for married couples filing a joint return, \$33,750 for others (\$22,500 for married individuals filing a separate return) and disallow certain credits against the AMT; b) reinstate pre-EGTRRA estate tax law including an effective exemption of \$1 million and a top statutory estate tax rate of 55 percent; c) extend a portion of the 33 percent bracket; d) raise the 33 percent rate to 36 percent beginning at a threshold of \$200,000 (single), \$250,000 (married), or \$225,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); e) raise the top tax rate to 39.6 percent; f) reinstate PEP and Pease at thresholds of \$250,000 of AGI (married) and \$200,000 (single), indexed for inflation after 2009; and g) tax capital gains and qualified dividends at 20% for taxpayers in the top two brackets. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

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(3) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

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(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.

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Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
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 2012 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	0.1	-1.8	0.0	-16.3
10-20	0.0	0.4	0.0	0.0	0	0.0	0.5	-7.8	0.0	-13.2
20-30	0.0	6.7	-0.1	1.3	21	-4.5	0.2	-1.6	0.1	-1.8
30-40	0.0	8.6	-0.1	0.9	17	0.6	-0.5	8.4	0.1	8.0
40-50	0.0	12.4	-0.2	2.3	64	1.1	-0.7	12.6	0.1	13.3
50-75	0.0	48.1	-0.8	20.4	414	3.9	-0.8	32.7	0.7	18.2
75-100	0.0	86.8	-2.0	22.5	1,382	8.0	0.3	18.1	1.6	21.4
100-200	0.0	94.8	-2.5	24.8	2,436	8.0	0.3	19.9	1.9	25.4
200-500	0.0	96.7	-2.4	7.9	4,850	6.4	0.0	7.7	1.7	28.7
500-1,000	0.0	90.8	-2.8	2.8	13,310	6.7	0.0	2.6	2.0	31.5
More than 1,000	0.0	98.9	-6.1	17.2	128,628	12.5	0.5	9.2	4.1	36.9
All	0.0	19.5	-0.9	100.0	312	6.3	0.0	100.0	0.8	13.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 ¹

Cash Income Level (thousands of 2012 dollars) ²	Tax Units		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	2,173	9.4	6,307	1.5	-1,025	-2.0	7,332	2.0	-16.3
10-20	4,761	20.6	15,129	7.8	-1,996	-8.3	17,125	10.1	-13.2
20-30	4,367	18.9	25,305	12.0	-476	-1.8	25,781	13.9	-1.9
30-40	3,599	15.6	35,454	13.8	2,822	8.9	32,631	14.5	8.0
40-50	2,531	11.0	45,338	12.4	5,961	13.2	39,377	12.3	13.2
50-75	3,553	15.4	61,312	23.6	10,732	33.5	50,580	22.2	17.5
75-100	1,170	5.1	87,387	11.1	17,347	17.8	70,040	10.1	19.9
100-200	734	3.2	129,043	10.3	30,385	19.6	98,658	8.9	23.6
200-500	117	0.5	280,322	3.5	75,524	7.7	204,798	3.0	26.9
500-1,000	15	0.1	673,865	1.1	199,235	2.6	474,630	0.9	29.6
More than 1,000	10	0.0	3,141,640	3.3	1,029,600	8.7	2,112,040	2.5	32.8
All	23,101	100.0	40,006	100.0	4,932	100.0	35,073	100.0	12.3

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

* Less than 0.05

(1) Calendar year. Baseline is current policy with AMT exemption amounts of \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing separate returns). Proposal would: a) return AMT exemption amounts to \$45,000 for married couples filing a joint return, \$33,750 for others (\$22,500 for married individuals filing a separate return) and disallow certain credits against the AMT; b) reinstate pre-EGTRRA estate tax law including an effective exemption of \$1 million and a top statutory estate tax rate of 55 percent; c) extend a portion of the 33 percent bracket; d) raise the 33 percent rate to 36 percent beginning at a threshold of \$200,000 (single), \$250,000 (married), or \$225,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); e) raise the top tax rate to 39.6 percent; f) reinstate PEP and Pease at thresholds of \$250,000 of AGI (married) and \$200,000 (single), indexed for inflation after 2009; and g) tax capital gains and qualified dividends at 20% for taxpayers in the top two brackets. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. 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 tax units with a change in federal tax burden of \$10 or more in absolute value.

(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 T12-0282
S. 3412 The Middle Class Tax Cut Act
Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
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 2012 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	-0.3	0.0	-18.5
10-20	0.0	0.4	0.0	0.0	1	0.0	0.1	-1.5	0.0	-16.3
20-30	0.0	6.5	-0.1	0.2	24	-2.0	0.1	-0.6	0.1	-4.7
30-40	0.0	11.9	-0.2	0.3	56	2.9	-0.1	1.0	0.2	5.5
40-50	0.0	15.7	-0.3	0.6	128	2.7	-0.1	2.0	0.3	10.7
50-75	0.0	34.1	-0.6	2.9	297	3.0	-0.6	8.7	0.5	16.1
75-100	0.0	69.9	-1.3	6.7	951	5.9	-0.4	10.8	1.1	19.4
100-200	0.0	96.6	-3.2	35.4	3,330	11.6	0.5	30.4	2.5	23.9
200-500	0.0	98.6	-3.9	21.0	8,200	11.2	0.2	18.6	2.9	28.8
500-1,000	0.0	96.3	-2.7	4.9	12,617	6.1	-0.3	7.7	1.9	32.4
More than 1,000	0.0	99.4	-6.1	28.0	127,937	12.1	0.5	23.2	4.1	37.6
All	0.0	41.2	-2.5	100.0	1,759	9.8	0.0	100.0	2.0	22.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 ¹

Cash Income Level (thousands of 2012 dollars) ²	Tax Units		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	2,962	5.9	5,794	0.4	-1,072	-0.4	6,866	0.6	-18.5
10-20	5,804	11.6	15,260	2.0	-2,481	-1.6	17,740	2.9	-16.3
20-30	5,335	10.6	25,332	3.1	-1,219	-0.7	26,551	4.0	-4.8
30-40	4,816	9.6	35,564	3.9	1,901	1.0	33,663	4.6	5.3
40-50	4,037	8.1	45,576	4.2	4,743	2.1	40,833	4.7	10.4
50-75	8,599	17.2	62,528	12.2	9,766	9.3	52,762	12.9	15.6
75-100	6,206	12.4	88,416	12.5	16,215	11.2	72,201	12.8	18.3
100-200	9,390	18.7	134,200	28.6	28,739	29.9	105,462	28.3	21.4
200-500	2,258	4.5	283,593	14.5	73,345	18.4	210,248	13.5	25.9
500-1,000	345	0.7	680,629	5.3	207,915	7.9	472,714	4.7	30.6
More than 1,000	193	0.4	3,158,341	13.8	1,060,441	22.7	2,097,900	11.6	33.6
All	50,150	100.0	87,888	100.0	17,985	100.0	69,903	100.0	20.5

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

* 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 with AMT exemption amounts of \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing separate returns). Proposal would: a) return AMT exemption amounts to \$45,000 for married couples filing a joint return, \$33,750 for others (\$22,500 for married individuals filing a separate return) and disallow certain credits against the AMT; b) reinstate pre-EGTRRA estate tax law including an effective exemption of \$1 million and a top statutory estate tax rate of 55 percent, c) extend a portion of the 33 percent bracket; d) raise the 33 percent rate to 36 percent beginning at a threshold of \$200,000 (single), \$250,000 (married), or \$225,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); e) raise the top tax rate to 39.6 percent; f) reinstate PEP and Pease at thresholds of \$250,000 of AGI (married) and \$200,000 (single), indexed for inflation after 2009; and g) tax capital gains and qualified dividends at 20% for taxpayers in the top two brackets. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. 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 tax units with a change in federal tax burden of \$10 or more in absolute value.

(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 T12-0282
S. 3412 The Middle Class Tax Cut Act
Senate Democratic Proposal to Extend 2001-10 Tax Cuts Except for Certain High-Income Provisions
Proposal as Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2013 ¹
Detail Table - Elderly Tax Units

Cash Income Level (thousands of 2012 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	*	-0.1	0.0	9	11.0	0.0	0.0	0.1	1.4
10-20	0.0	*	-0.1	0.1	9	8.3	0.0	0.2	0.1	0.8
20-30	0.0	0.3	-0.5	1.1	110	18.3	0.0	0.8	0.4	2.9
30-40	0.0	0.7	-0.6	1.8	197	14.2	0.0	1.6	0.6	4.5
40-50	0.0	0.9	-0.6	1.8	241	9.6	-0.1	2.2	0.5	6.0
50-75	0.0	2.7	-0.8	5.9	468	8.3	-0.3	8.4	0.8	9.8
75-100	0.0	30.8	-1.4	6.6	1,059	9.3	-0.2	8.5	1.2	14.2
100-200	0.0	71.0	-2.6	22.2	2,803	11.9	-0.1	22.9	2.1	19.9
200-500	0.0	94.3	-5.3	24.0	11,510	16.4	0.7	18.6	4.0	28.5
500-1,000	0.0	98.5	-5.2	7.9	24,637	11.5	-0.1	8.4	3.6	34.7
More than 1,000	0.0	98.7	-6.8	28.4	144,163	12.3	0.0	28.4	4.4	39.8
All	0.0	13.8	-2.4	100.0	1,314	12.3	0.0	100.0	2.0	18.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2013 ¹

Cash Income Level (thousands of 2012 dollars) ²	Tax Units		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	2,099	6.0	6,146	0.6	78	0.0	6,068	0.7	1.3
10-20	7,199	20.5	15,399	4.8	107	0.2	15,291	5.7	0.7
20-30	4,736	13.5	24,906	5.1	604	0.8	24,301	5.9	2.4
30-40	4,155	11.8	35,411	6.4	1,388	1.5	34,023	7.3	3.9
40-50	3,401	9.7	45,731	6.7	2,502	2.3	43,229	7.6	5.5
50-75	5,792	16.5	61,846	15.5	5,615	8.7	56,232	16.8	9.1
75-100	2,864	8.2	87,420	10.8	11,381	8.7	76,039	11.2	13.0
100-200	3,657	10.4	133,081	21.0	23,649	23.0	109,431	20.7	17.8
200-500	962	2.7	285,711	11.9	69,996	17.9	215,715	10.7	24.5
500-1,000	148	0.4	687,513	4.4	213,997	8.4	473,516	3.6	31.1
More than 1,000	91	0.3	3,301,216	13.0	1,170,713	28.4	2,130,504	10.0	35.5
All	35,135	100.0	65,837	100.0	10,692	100.0	55,145	100.0	16.2

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

* 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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