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Table T12-0164
S. 3413 The Tax Hike Prevention Act of 2012
Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile, 2013 ¹
Summary Table

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	23.1	-320	0.0	0	0.6	1.0	-74	-0.6	4.0
Second Quintile	75.5	-736	0.0	0	1.7	6.2	-554	-1.5	9.2
Middle Quintile	92.8	-1,197	0.0	0	2.1	10.7	-1,098	-1.7	14.0
Fourth Quintile	98.7	-2,254	0.0	0	2.6	17.1	-2,194	-2.1	16.3
Top Quintile	99.5	-9,565	0.0	0	4.2	65.0	-9,183	-3.1	22.4
All	71.9	-2,916	0.0	0	3.1	100.0	-2,042	-2.5	17.9
Addendum									
80-90	99.6	-4,179	0.0	0	3.3	14.4	-4,069	-2.6	18.4
90-95	99.5	-5,448	0.0	0	3.2	9.3	-5,272	-2.5	19.5
95-99	99.1	-10,870	0.0	0	3.8	14.4	-10,132	-2.9	21.9
Top 1 Percent	99.2	-78,634	0.0	0	6.1	26.9	-75,644	-4.2	27.9
Top 0.1 Percent	99.6	-398,184	0.0	0	7.0	14.2	-391,081	-4.7	29.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

Number of AMT Taxpayers (millions). Baseline: 21.7 Proposal: 4.0

* Less than 0.05

** Insufficient data

(1) Calendar year. Baseline is current law. Proposal would a) increase the AMT exemption amounts to \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing a separate return) and allow non-refundable credits against tentative AMT; b) extend the 2001 and 2003 tax cuts, including statutory marginal tax rates on ordinary income; repeal of limitation on itemized deductions (Pease) and the phase-out of personal exemptions (PEP); marriage penalty relief for the standard deduction, earned income tax credit, and 15 percent bracket; \$1,000 per child amount for the child tax credit and partial refundability based on earnings in excess of \$10,000, indexed for inflation; expansion of child and dependent care tax credit; and the 0%/15% rate structure on capital gains and qualified dividends. Proposal would extend the top estate tax rate of 35 percent and an effective exemption of \$5 million, indexed for inflation. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Tax units with negative income are excluded from the lowest income class but are included in the totals. For a description of income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 2012 dollars): 20% \$24,125; 40% \$48,424; 60% \$80,181; 80% \$133,185; 90% \$180,192; 95% \$252,055; 99% \$596,998; 99.9% \$2,858,701.

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

(5) After-tax income is 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 income.

Table T12-0164
S. 3413 The Tax Hike Prevention Act of 2012
Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile, 2013¹
Detail Table

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	23.1	0.0	0.6	1.0	-74	-12.1	0.0	1.0	-0.6	4.0
Second Quintile	75.5	0.0	1.7	6.2	-554	-14.2	-0.1	5.1	-1.5	9.2
Middle Quintile	92.8	0.0	2.1	10.7	-1,098	-11.0	0.2	12.0	-1.7	14.0
Fourth Quintile	98.7	0.0	2.6	17.1	-2,194	-11.4	0.1	18.2	-2.1	16.3
Top Quintile	99.5	0.0	4.2	65.0	-9,183	-12.3	-0.2	63.6	-3.1	22.4
All	71.9	0.0	3.1	100.0	-2,042	-12.1	0.0	100.0	-2.5	17.9
Addendum										
80-90	99.6	0.0	3.3	14.4	-4,069	-12.4	-0.1	14.0	-2.6	18.4
90-95	99.5	0.0	3.2	9.3	-5,272	-11.4	0.1	9.9	-2.5	19.5
95-99	99.1	0.0	3.8	14.4	-10,132	-11.7	0.1	14.9	-2.9	21.9
Top 1 Percent	99.2	0.0	6.1	26.9	-75,644	-13.0	-0.3	24.8	-4.2	27.9
Top 0.1 Percent	99.6	0.0	7.0	14.2	-391,081	-13.9	-0.3	12.1	-4.7	29.0

Baseline Distribution of Income and Federal Taxes
by Income Percentile, 2013¹

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	41,971	26.5	13,406	4.3	616	1.0	12,790	5.1	4.6	
Second Quintile	35,970	22.7	36,245	9.9	3,895	5.2	32,351	11.1	10.8	
Middle Quintile	31,622	20.0	63,644	15.3	9,998	11.8	53,646	16.2	15.7	
Fourth Quintile	25,162	15.9	104,502	20.0	19,266	18.1	85,236	20.5	18.4	
Top Quintile	22,869	14.5	292,311	50.9	74,718	63.8	217,592	47.5	25.6	
All	158,260	100.0	83,068	100.0	16,925	100.0	66,143	100.0	20.4	
Addendum										
80-90	11,472	7.3	155,802	13.6	32,783	14.0	123,019	13.5	21.0	
90-95	5,670	3.6	210,881	9.1	46,316	9.8	164,565	8.9	22.0	
95-99	4,576	2.9	351,008	12.2	86,936	14.9	264,072	11.5	24.8	
Top 1 Percent	1,151	0.7	1,820,417	15.9	583,942	25.1	1,236,475	13.6	32.1	
Top 0.1 Percent	117	0.1	8,392,360	7.5	2,820,368	12.4	5,571,992	6.2	33.6	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

Number of AMT Taxpayers (millions). Baseline: 21.7 Proposal: 4.0

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would a) increase the AMT exemption amounts to \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing a separate return) and allow non-refundable credits against tentative AMT; b) extend the 2001 and 2003 tax cuts, including statutory marginal tax rates on ordinary income; repeal of limitation on itemized deductions (Pease) and the phase-out of personal exemptions (PEP); marriage penalty relief for the standard deduction, earned income tax credit, and 15 percent bracket; \$1,000 per child amount for the child tax credit and partial refundability based on earnings in excess of \$10,000, indexed for inflation; expansion of child and dependent care tax credit; and the 0%/15% rate structure on capital gains and qualified dividends. Proposal would extend the top estate tax rate of 35 percent and an effective exemption of \$5 million, indexed for inflation. For a description of TPC's current law and current policy baselines, see

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(5) After-tax income is 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 income.

Table T12-0164
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Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile Adjusted for Family Size, 2013¹
Detail Table

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	21.0	0.0	1.0	1.3	-123	-44.9	-0.1	0.2	-1.0	1.2
Second Quintile	63.3	0.0	2.1	6.3	-623	-21.2	-0.4	3.2	-1.9	7.1
Middle Quintile	88.4	0.0	2.0	9.5	-990	-12.4	0.0	9.3	-1.8	12.4
Fourth Quintile	98.1	0.0	2.4	16.3	-1,769	-10.9	0.3	18.4	-2.0	16.2
Top Quintile	99.1	0.0	4.0	66.5	-7,313	-11.7	0.3	68.8	-3.0	22.3
All	71.9	0.0	3.1	100.0	-2,042	-12.1	0.0	100.0	-2.5	17.9
Addendum										
80-90	99.1	0.0	2.7	13.0	-2,868	-10.4	0.3	15.3	-2.2	18.5
90-95	99.4	0.0	3.0	9.8	-4,228	-10.5	0.2	11.5	-2.3	19.9
95-99	99.0	0.0	3.6	15.1	-8,313	-11.2	0.2	16.3	-2.8	21.7
Top 1 Percent	98.7	0.0	6.2	28.6	-67,370	-13.3	-0.4	25.7	-4.2	27.7
Top 0.1 Percent	99.5	0.0	7.1	14.9	-347,313	-14.0	-0.3	12.6	-4.7	29.0

Baseline Distribution of Income and Federal Taxes
by Income Percentile Adjusted for Family Size, 2013¹

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	34,769	22.0	12,518	3.3	275	0.4	12,244	4.1	2.2	
Second Quintile	32,569	20.6	32,468	8.0	2,935	3.6	29,534	9.2	9.0	
Middle Quintile	31,107	19.7	56,462	13.4	7,995	9.3	48,467	14.4	14.2	
Fourth Quintile	29,758	18.8	89,808	20.3	16,308	18.1	73,500	20.9	18.2	
Top Quintile	29,391	18.6	247,408	55.3	62,482	68.6	184,926	51.9	25.3	
All	158,260	100.0	83,068	100.0	16,925	100.0	66,143	100.0	20.4	
Addendum										
80-90	14,652	9.3	133,237	14.9	27,472	15.0	105,765	14.8	20.6	
90-95	7,515	4.8	181,507	10.4	40,338	11.3	141,169	10.1	22.2	
95-99	5,851	3.7	302,672	13.5	74,044	16.2	228,629	12.8	24.5	
Top 1 Percent	1,373	0.9	1,590,841	16.6	507,982	26.0	1,082,858	14.2	31.9	
Top 0.1 Percent	139	0.1	7,397,802	7.8	2,488,836	12.9	4,908,967	6.5	33.6	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

Number of AMT Taxpayers (millions). Baseline: 21.7 Proposal: 4.0

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would a) increase the AMT exemption amounts to \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing a separate return) and allow non-refundable credits against tentative AMT; b) extend the 2001 and 2003 tax cuts, including statutory marginal tax rates on ordinary income; repeal of limitation on itemized deductions (Pease) and the phase-out of personal exemptions (PEP); marriage penalty relief for the standard deduction, earned income tax credit, and 15 percent bracket; \$1,000 per child amount for the child tax credit and partial refundability based on earnings in excess of \$10,000, indexed for inflation; expansion of child and dependent care tax credit; and the 0%/15% rate structure on capital gains and qualified dividends. Proposal would extend the top estate tax rate of 35 percent and an effective exemption of \$5 million, indexed for inflation. For a description of TPC's current law and current policy baselines, see

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(3) The 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 2012 dollars): 20% \$16,596; 40% \$31,921; 60% \$50,160; 80% \$78,784; 90% \$109,140; 95% \$150,645; 99% \$349,271; 99.9% \$1,697,732.

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

(5) After-tax income is 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 income.

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Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile Adjusted for Family Size, 2013 ¹
Detail Table - Single Tax Units

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	14.2	0.0	0.3	0.9	-27	-4.5	0.1	2.1	-0.3	5.8
Second Quintile	52.1	0.0	1.0	5.5	-212	-8.6	0.1	6.8	-0.9	9.2
Middle Quintile	89.6	0.0	1.2	8.3	-407	-6.4	0.6	14.0	-1.0	14.4
Fourth Quintile	97.9	0.0	1.5	13.8	-791	-6.3	1.0	23.7	-1.2	18.5
Top Quintile	98.6	0.0	4.9	71.4	-5,734	-13.3	-1.9	53.3	-3.6	23.4
All	60.0	0.0	2.6	100.0	-909	-10.3	0.0	100.0	-2.0	17.8
Addendum										
80-90	98.4	0.0	2.5	12.0	-1,832	-8.7	0.3	14.4	-2.0	20.6
90-95	98.9	0.0	3.6	11.1	-3,558	-11.2	-0.1	10.1	-2.7	21.8
95-99	98.8	0.0	5.4	19.4	-8,313	-15.1	-0.7	12.5	-4.0	22.4
Top 1 Percent	98.4	0.0	9.2	28.9	-64,144	-16.9	-1.3	16.3	-6.0	29.2
Top 0.1 Percent	99.5	0.0	8.8	13.1	-293,263	-15.2	-0.5	8.4	-5.6	31.1

Baseline Distribution of Income and Federal Taxes
by Income Percentile Adjusted for Family Size, 2013 ¹

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	21,632	30.0	9,749	6.6	587	2.0	9,162	7.7	6.0	
Second Quintile	17,103	23.7	24,450	13.1	2,468	6.6	21,982	14.6	10.1	
Middle Quintile	13,372	18.6	41,483	17.3	6,388	13.4	35,095	18.3	15.4	
Fourth Quintile	11,409	15.8	64,084	22.8	12,636	22.7	51,449	22.9	19.7	
Top Quintile	8,154	11.3	159,695	40.7	43,054	55.2	116,641	37.1	27.0	
All	72,035	100.0	44,475	100.0	8,834	100.0	35,641	100.0	19.9	
Addendum										
80-90	4,293	6.0	93,366	12.5	21,023	14.2	72,343	12.1	22.5	
90-95	2,037	2.8	129,733	8.3	31,866	10.2	97,867	7.8	24.6	
95-99	1,529	2.1	208,423	9.9	54,987	13.2	153,436	9.1	26.4	
Top 1 Percent	295	0.4	1,078,755	9.9	378,876	17.6	699,879	8.1	35.1	
Top 0.1 Percent	29	0.0	5,264,934	4.8	1,930,527	8.9	3,334,408	3.8	36.7	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would a) increase the AMT exemption amounts to \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing a separate return) and allow non-refundable credits against tentative AMT; b) extend the 2001 and 2003 tax cuts, including statutory marginal tax rates on ordinary income; repeal of limitation on itemized deductions (Pease) and the phase-out of personal exemptions (PEP); marriage penalty relief for the standard deduction, earned income tax credit, and 15 percent bracket; \$1,000 per child amount for the child tax credit and partial refundability based on earnings in excess of \$10,000, indexed for inflation; expansion of child and dependent care tax credit; and the 0%/15% rate structure on capital gains and qualified dividends. Proposal would extend the top estate tax rate of 35 percent and an effective exemption of \$5 million, indexed for inflation. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

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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 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 income.

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Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile Adjusted for Family Size, 2013 ¹
Detail Table - Married Tax Units Filing Jointly

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	29.8	0.0	2.1	0.8	-366	-72.9	-0.1	0.0	-2.0	0.8
Second Quintile	66.5	0.0	2.8	4.0	-1,145	-29.7	-0.3	1.3	-2.6	6.1
Middle Quintile	83.7	0.0	2.3	8.0	-1,443	-15.8	-0.3	5.9	-2.0	10.8
Fourth Quintile	98.1	0.0	2.7	16.7	-2,472	-13.0	-0.1	15.7	-2.2	15.0
Top Quintile	99.5	0.0	3.8	70.5	-8,091	-11.4	0.8	76.9	-2.8	22.0
All	85.5	0.0	3.3	100.0	-3,732	-12.3	0.0	100.0	-2.6	18.7
Addendum										
80-90	99.4	0.0	2.7	14.0	-3,355	-11.0	0.2	15.9	-2.2	17.7
90-95	99.7	0.0	2.8	10.3	-4,540	-10.4	0.3	12.5	-2.2	19.3
95-99	99.6	0.0	3.3	15.4	-8,524	-10.5	0.4	18.5	-2.5	21.5
Top 1 Percent	99.4	0.0	5.8	30.7	-68,138	-12.6	-0.1	30.0	-4.0	27.4
Top 0.1 Percent	99.6	0.0	6.8	16.3	-361,562	-13.8	-0.2	14.4	-4.6	28.6

Baseline Distribution of Income and Federal Taxes
by Income Percentile Adjusted for Family Size, 2013 ¹

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	5,058	8.3	18,078	1.1	501	0.1	17,576	1.3	2.8	
Second Quintile	7,907	13.0	44,396	4.1	3,861	1.7	40,535	4.7	8.7	
Middle Quintile	12,517	20.6	71,333	10.3	9,114	6.2	62,219	11.4	12.8	
Fourth Quintile	15,281	25.2	110,309	19.5	19,011	15.8	91,298	20.5	17.2	
Top Quintile	19,753	32.5	286,327	65.4	70,995	76.1	215,332	62.5	24.8	
All	60,744	100.0	142,360	100.0	30,324	100.0	112,036	100.0	21.3	
Addendum										
80-90	9,475	15.6	152,668	16.7	30,439	15.7	122,229	17.0	19.9	
90-95	5,151	8.5	203,608	12.1	43,811	12.3	159,797	12.1	21.5	
95-99	4,104	6.8	340,075	16.1	81,475	18.2	258,600	15.6	24.0	
Top 1 Percent	1,022	1.7	1,726,181	20.4	541,790	30.1	1,184,391	17.8	31.4	
Top 0.1 Percent	102	0.2	7,928,538	9.4	2,629,493	14.6	5,299,045	8.0	33.2	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

* Less than 0.05

(1) Calendar year. Baseline is current law. Proposal would a) increase the AMT exemption amounts to \$79,850 for married couples filing a joint return, \$51,150 for others (\$39,925 for married individuals filing a separate return) and allow non-refundable credits against tentative AMT; b) extend the 2001 and 2003 tax cuts, including statutory marginal tax rates on ordinary income; repeal of limitation on itemized deductions (Pease) and the phase-out of personal exemptions (PEP); marriage penalty relief for the standard deduction, earned income tax credit, and 15 percent bracket; \$1,000 per child amount for the child tax credit and partial refundability based on earnings in excess of \$10,000, indexed for inflation; expansion of child and dependent care tax credit; and the 0%/15% rate structure on capital gains and qualified dividends. Proposal would extend the top estate tax rate of 35 percent and an effective exemption of \$5 million, indexed for inflation. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

(2) Tax units with negative income are excluded from the lowest income class but are included in the totals. For a description of income, see

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(3) The 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 2012 dollars): 20% \$16,596; 40% \$31,921; 60% \$50,160; 80% \$78,784; 90% \$109,140; 95% \$150,645; 99% \$349,271; 99.9% \$1,697,732.

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

(5) After-tax income is 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 income.

Table T12-0164
S. 3413 The Tax Hike Prevention Act of 2012
Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile Adjusted for Family Size, 2013 ¹
Detail Table - Head of Household Tax Units

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	33.6	0.0	1.3	7.7	-231	30.1	-2.2	-6.3	-1.4	-6.0
Second Quintile	85.1	0.0	2.8	30.1	-997	-34.3	-3.1	10.8	-2.6	4.9
Middle Quintile	96.7	0.0	2.6	25.8	-1,320	-14.0	0.6	29.8	-2.2	13.4
Fourth Quintile	99.4	0.0	2.3	16.9	-1,619	-9.7	2.0	29.4	-1.9	17.3
Top Quintile	99.1	0.0	3.1	19.5	-4,471	-9.2	2.6	36.1	-2.3	22.7
All	71.9	0.0	2.5	100.0	-1,020	-15.8	0.0	100.0	-2.2	11.4
Addendum										
80-90	98.8	0.0	2.2	6.0	-2,161	-7.8	1.2	13.3	-1.7	20.2
90-95	99.9	0.0	2.4	2.6	-3,160	-8.0	0.5	5.6	-1.8	21.0
95-99	99.3	0.0	2.7	3.6	-5,458	-8.0	0.7	7.8	-2.0	23.3
Top 1 Percent	98.6	0.0	6.0	7.3	-61,977	-12.6	0.4	9.6	-4.0	28.0
Top 0.1 Percent	99.7	0.0	6.8	3.9	-335,273	-13.5	0.1	4.7	-4.5	28.9

Baseline Distribution of Income and Federal Taxes
by Income Percentile Adjusted for Family Size, 2013 ¹

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	7,853	34.0	16,583	11.9	-768	-4.1	17,350	14.4	-4.6	
Second Quintile	7,113	30.8	38,657	25.1	2,903	13.9	35,754	26.9	7.5	
Middle Quintile	4,602	19.9	60,601	25.5	9,436	29.2	51,165	24.9	15.6	
Fourth Quintile	2,452	10.6	86,842	19.4	16,652	27.4	70,190	18.2	19.2	
Top Quintile	1,028	4.5	194,442	18.3	48,527	33.5	145,915	15.9	25.0	
All	23,101	100.0	47,399	100.0	6,443	100.0	40,956	100.0	13.6	
Addendum										
80-90	652	2.8	126,141	7.5	27,682	12.1	98,459	6.8	22.0	
90-95	193	0.8	171,752	3.0	39,280	5.1	132,472	2.7	22.9	
95-99	156	0.7	268,596	3.8	67,907	7.1	200,689	3.3	25.3	
Top 1 Percent	28	0.1	1,532,857	3.9	491,160	9.2	1,041,697	3.1	32.0	
Top 0.1 Percent	3	0.0	7,432,229	1.9	2,479,677	4.6	4,952,552	1.4	33.4	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

* 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 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 income.

Table T12-0164
S. 3413 The Tax Hike Prevention Act of 2012
Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile Adjusted for Family Size, 2013 ¹
Detail Table - Tax Units with Children

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	37.0	0.0	1.9	2.4	-343	38.7	-0.5	-1.4	-2.0	-7.1
Second Quintile	89.7	0.0	3.6	10.0	-1,434	-39.2	-1.1	2.6	-3.3	5.0
Middle Quintile	98.2	0.0	3.2	13.4	-2,041	-17.4	-0.4	10.5	-2.7	12.7
Fourth Quintile	99.7	0.0	3.4	21.6	-3,337	-14.6	-0.1	20.9	-2.8	16.2
Top Quintile	99.7	0.0	4.0	52.5	-9,461	-11.5	2.1	67.3	-3.0	22.9
All	83.8	0.0	3.6	100.0	-3,069	-14.2	0.0	100.0	-2.9	17.4
Addendum										
80-90	99.9	0.0	3.2	13.0	-4,334	-11.8	0.4	16.0	-2.5	18.7
90-95	99.8	0.0	3.2	7.4	-5,978	-10.8	0.4	10.1	-2.5	20.3
95-99	99.4	0.0	3.3	10.3	-9,790	-9.8	0.8	15.8	-2.5	22.8
Top 1 Percent	99.3	0.0	6.0	21.9	-79,879	-12.5	0.5	25.5	-4.0	28.3
Top 0.1 Percent	99.7	0.0	6.8	10.8	-418,441	-13.4	0.1	11.5	-4.5	29.1

Baseline Distribution of Income and Federal Taxes
by Income Percentile Adjusted for Family Size, 2013 ¹

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	10,614	21.2	17,423	3.5	-885	-0.9	18,308	4.6	-5.1	
Second Quintile	10,772	21.5	44,074	8.9	3,657	3.6	40,417	10.2	8.3	
Middle Quintile	10,131	20.2	75,908	14.4	11,703	11.0	64,205	15.3	15.4	
Fourth Quintile	9,943	19.8	120,141	22.4	22,813	21.0	97,327	22.7	19.0	
Top Quintile	8,545	17.0	319,974	51.2	82,640	65.2	237,334	47.6	25.8	
All	50,150	100.0	106,480	100.0	21,587	100.0	84,892	100.0	20.3	
Addendum										
80-90	4,601	9.2	172,811	14.9	36,644	15.6	136,167	14.7	21.2	
90-95	1,899	3.8	242,779	8.6	55,227	9.7	187,552	8.4	22.8	
95-99	1,624	3.2	396,122	12.1	100,059	15.0	296,063	11.3	25.3	
Top 1 Percent	421	0.8	1,981,464	15.6	641,347	25.0	1,340,117	13.3	32.4	
Top 0.1 Percent	40	0.1	9,255,195	6.9	3,115,188	11.4	6,140,007	5.7	33.7	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

* Less than 0.05

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

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Table T12-0164
S. 3413 The Tax Hike Prevention Act of 2012
Senate Republican Proposal to Extend 2001-3 Tax Cuts and 2011 Estate Tax Law
Baseline: Current Law
Distribution of Federal Tax Change by Income Percentile Adjusted for Family Size, 2013 ¹
Detail Table - Elderly Tax Units

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	0.7	0.0	0.1	0.1	-9	-5.8	0.0	0.2	-0.1	1.1
Second Quintile	10.4	0.0	0.2	0.7	-61	-9.2	0.1	1.4	-0.2	2.2
Middle Quintile	66.3	0.0	0.9	4.2	-400	-13.0	0.2	5.4	-0.8	5.4
Fourth Quintile	93.9	0.0	1.9	10.7	-1,331	-14.0	0.3	12.8	-1.6	10.1
Top Quintile	98.0	0.0	5.3	84.3	-9,632	-16.9	-0.7	80.1	-4.0	19.8
All	51.2	0.0	3.3	100.0	-2,108	-16.2	0.0	100.0	-2.7	14.0
Addendum										
80-90	97.1	0.0	3.1	12.7	-3,110	-15.7	0.1	13.2	-2.6	13.8
90-95	98.9	0.0	4.1	12.2	-5,477	-17.0	-0.1	11.5	-3.3	16.2
95-99	98.8	0.0	5.6	22.8	-11,805	-18.4	-0.5	19.7	-4.3	19.0
Top 1 Percent	99.1	0.0	7.8	36.5	-73,386	-16.6	-0.1	35.7	-5.3	26.6
Top 0.1 Percent	99.5	0.0	8.0	17.0	-354,869	-15.6	0.1	17.8	-5.3	28.5

Baseline Distribution of Income and Federal Taxes
by Income Percentile Adjusted for Family Size, 2013 ¹

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	6,267	17.8	12,469	2.9	146	0.2	12,323	3.4	1.2	
Second Quintile	8,703	24.8	26,837	8.6	660	1.3	26,177	10.0	2.5	
Middle Quintile	7,722	22.0	50,187	14.2	3,092	5.2	47,095	16.0	6.2	
Fourth Quintile	5,946	16.9	81,150	17.7	9,544	12.4	71,606	18.8	11.8	
Top Quintile	6,478	18.4	238,690	56.8	56,877	80.8	181,813	51.9	23.8	
All	35,135	100.0	77,552	100.0	12,981	100.0	64,571	100.0	16.7	
Addendum										
80-90	3,034	8.6	120,467	13.4	19,762	13.2	100,705	13.5	16.4	
90-95	1,643	4.7	165,797	10.0	32,267	11.6	133,531	9.7	19.5	
95-99	1,433	4.1	276,973	14.6	64,309	20.2	212,665	13.4	23.2	
Top 1 Percent	369	1.1	1,387,789	18.8	443,145	35.8	944,643	15.4	31.9	
Top 0.1 Percent	35	0.1	6,729,710	8.7	2,275,237	17.7	4,454,473	7.0	33.8	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-3).

* 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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