

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

**Table T12-0303**  
**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)**

**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 as Introduced**  
**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 with Tax Increase or Cut <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>	
	With Tax Cut		With Tax Increase					Change (%) Points)	Under the Proposal
	Pct of Tax Units	Avg Tax Cut	Pct of Tax Units	Avg Tax Increase					
Less than 10	0.0	0	0.0	0	0.0	0.0	0	0.0	2.9
10-20	0.0	0	0.0	0	0.0	0.0	0	0.0	1.6
20-30	0.0	0	0.0	0	0.0	0.0	0	0.0	6.9
30-40	0.0	0	0.0	0	0.0	0.0	0	0.0	11.7
40-50	0.0	0	0.0	0	0.0	0.0	0	0.0	14.2
50-75	0.0	0	0.0	0	0.0	0.0	0	0.0	17.5
75-100	0.0	0	0.0	0	0.0	0.0	0	0.0	20.0
100-200	*	**	0.0	0	0.0	0.0	0	0.0	23.8
200-500	15.1	-1,339	0.0	0	0.1	4.3	-202	-0.1	28.8
500-1,000	85.9	-12,155	0.0	0	2.3	34.1	-10,440	-1.5	31.5
More than 1,000	95.3	-33,176	0.0	0	1.6	61.5	-31,611	-1.0	37.4
All	1.1	-12,622	0.0	0	0.3	100.0	-141	-0.2	22.4

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

Number of AMT Taxpayers (millions). Baseline: 33.5

Proposal: 33.9

\* Less than 0.05

\*\* Insufficient data

(1) Calendar year. Baseline is S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. 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 T12-0303**  
**S. 3412 The Middle Class Tax Cut Act**  
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**Proposal As Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)**

**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 As Introduced**  
**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 of Tax Units <sup>3</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>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	2.9
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	0.2	0.0	1.6
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	1.4	0.0	6.9
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	3.0	0.0	11.7
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	3.6	0.0	14.2
50-75	0.0	0.0	0.0	0.0	0	0.0	0.1	11.3	0.0	17.5
75-100	0.0	0.0	0.0	0.0	0	0.0	0.1	10.5	0.0	20.0
100-200	*	0.0	0.0	0.0	0	0.0	0.2	26.1	0.0	23.8
200-500	15.1	0.0	0.1	4.3	-202	-0.3	0.1	15.8	-0.1	28.8
500-1,000	85.9	0.0	2.3	34.1	-10,440	-4.6	-0.3	6.3	-1.5	31.5
More than 1,000	95.3	0.0	1.6	61.5	-31,611	-2.5	-0.4	21.6	-1.0	37.4
All	1.1	0.0	0.3	100.0	-141	-0.9	0.0	100.0	-0.2	22.4

**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		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	157	0.1	5,233	1.0	2.9
10-20	24,243	15.3	15,105	3.3	247	0.2	14,858	4.2	1.6
20-30	19,317	12.2	25,084	4.4	1,727	1.3	23,356	5.3	6.9
30-40	17,482	11.1	35,579	5.7	4,174	2.9	31,405	6.5	11.7
40-50	13,879	8.8	45,612	5.8	6,477	3.6	39,136	6.4	14.2
50-75	25,633	16.2	62,053	14.5	10,842	11.2	51,210	15.4	17.5
75-100	14,610	9.2	88,235	11.7	17,681	10.4	70,554	12.1	20.0
100-200	20,204	12.8	133,782	24.6	31,840	25.8	101,942	24.2	23.8
200-500	4,780	3.0	283,732	12.3	82,004	15.7	201,727	11.3	28.9
500-1,000	728	0.5	683,264	4.5	225,620	6.6	457,644	3.9	33.0
More than 1,000	433	0.3	3,295,487	13.0	1,262,779	22.0	2,032,708	10.3	38.3
All	158,260	100.0	69,527	100.0	15,741	100.0	53,785	100.0	22.6

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

Number of AMT Taxpayers (millions). Baseline: 33.5 Proposal: 33.9

\* Less than 0.05

(1) Calendar year. Baseline is S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. 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 T12-0303**  
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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)**

**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 As Introduced**

**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 of Tax Units <sup>3</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>	
	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	0.7	0.0	6.8
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	2.6	0.0	6.4
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	5.5	0.0	11.7
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	8.5	0.0	15.3
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	9.1	0.0	19.0
50-75	0.0	0.0	0.0	0.0	0	0.0	0.1	20.7	0.0	21.9
75-100	0.0	0.0	0.0	0.0	0	0.0	0.1	11.2	0.0	24.6
100-200	0.0	0.0	0.0	0.0	0	0.0	0.1	16.4	0.0	27.0
200-500	34.2	0.0	0.4	14.3	-681	-0.7	0.0	9.1	-0.2	32.8
500-1,000	91.8	0.0	2.7	37.5	-11,727	-4.7	-0.2	3.5	-1.7	35.1
More than 1,000	95.4	0.0	1.3	48.2	-24,014	-1.7	-0.2	12.5	-0.7	41.0
All	0.5	0.0	0.1	100.0	-38	-0.5	0.0	100.0	-0.1	21.4

**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		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	363	0.7	4,964	2.8	6.8
10-20	16,353	22.7	14,997	8.7	957	2.6	14,039	10.4	6.4
20-30	11,329	15.7	24,885	10.0	2,915	5.5	21,970	11.2	11.7
30-40	9,396	13.0	35,554	11.9	5,455	8.5	30,099	12.8	15.3
40-50	6,306	8.8	45,513	10.2	8,636	9.0	36,877	10.5	19.0
50-75	9,292	12.9	61,373	20.2	13,417	20.6	47,955	20.1	21.9
75-100	3,125	4.3	87,575	9.7	21,529	11.1	66,046	9.3	24.6
100-200	2,763	3.8	132,172	13.0	35,726	16.3	96,447	12.0	27.0
200-500	581	0.8	286,777	5.9	94,757	9.1	192,020	5.0	33.0
500-1,000	89	0.1	684,999	2.2	252,389	3.7	432,610	1.7	36.9
More than 1,000	56	0.1	3,307,366	6.5	1,378,723	12.7	1,928,642	4.8	41.7
All	72,035	100.0	39,146	100.0	8,394	100.0	30,752	100.0	21.4

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

\* Less than 0.05

(1) Calendar year. Baseline is S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. 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.

(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.

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**Proposal As Introduced (No 2013 AMT Patch and Pre-2001 Estate Tax Law)**

**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 As Introduced**

**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 of Tax Units <sup>3</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>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	3.1
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	-1.5
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	1.3
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	0.5	0.0	5.5
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	1.0	0.0	7.8
50-75	0.0	0.0	0.0	0.0	0	0.0	0.1	6.2	0.0	13.6
75-100	0.0	0.0	0.0	0.0	0	0.0	0.1	9.7	0.0	18.3
100-200	0.0	0.0	0.0	0.0	0	0.0	0.3	30.3	0.0	23.1
200-500	12.0	0.0	0.1	2.7	-123	-0.2	0.2	19.1	0.0	28.2
500-1,000	85.1	0.0	2.2	33.6	-10,239	-4.6	-0.3	7.7	-1.5	31.0
More than 1,000	95.4	0.0	1.7	63.7	-33,241	-2.7	-0.4	25.4	-1.0	36.9
All	2.2	0.0	0.4	100.0	-309	-1.1	0.0	100.0	-0.3	23.9

**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		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	142	0.0	4,417	0.1	3.1
10-20	2,877	4.7	15,669	0.6	-237	0.0	15,907	0.9	-1.5
20-30	3,317	5.5	25,449	1.2	333	0.1	25,116	1.6	1.3
30-40	4,027	6.6	35,715	2.0	1,956	0.5	33,759	2.5	5.5
40-50	4,740	7.8	45,931	3.1	3,561	1.0	42,370	3.7	7.8
50-75	12,272	20.2	62,784	10.9	8,529	6.1	54,256	12.4	13.6
75-100	10,124	16.7	88,587	12.7	16,219	9.6	72,368	13.6	18.3
100-200	16,567	27.3	134,301	31.4	31,047	30.0	103,254	31.8	23.1
200-500	4,043	6.7	283,374	16.2	80,114	18.9	203,261	15.3	28.3
500-1,000	616	1.0	683,221	5.9	222,041	8.0	461,181	5.3	32.5
More than 1,000	360	0.6	3,245,436	16.5	1,229,057	25.8	2,016,378	13.5	37.9
All	60,744	100.0	116,746	100.0	28,222	100.0	88,524	100.0	24.2

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

\* Less than 0.05

(1) Calendar year. Baseline is S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

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**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 As Introduced**

**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 of Tax Units <sup>3</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>	
	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	-1.9	0.0	-16.3
10-20	0.0	0.0	0.0	0.0	0	0.0	0.0	-7.9	0.0	-13.2
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	-1.6	0.0	-1.8
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	8.5	0.0	8.0
40-50	0.0	0.0	0.0	0.0	0	0.0	0.1	12.6	0.0	13.3
50-75	0.0	0.0	0.0	0.0	0	0.0	0.1	32.8	0.0	18.2
75-100	0.0	0.0	0.0	0.0	0	0.0	0.1	18.2	0.0	21.4
100-200	0.0	0.0	0.0	0.0	0	0.0	0.1	20.0	0.0	25.4
200-500	14.0	0.0	0.1	7.3	-288	-0.4	0.0	7.7	-0.1	28.6
500-1,000	85.2	0.0	2.3	33.7	-10,432	-4.9	-0.1	2.5	-1.6	30.0
More than 1,000	94.8	0.0	1.4	59.1	-28,285	-2.4	-0.2	9.0	-0.9	36.0
All	0.2	0.0	0.1	100.0	-20	-0.4	0.0	100.0	-0.1	13.1

**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		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	-1,025	-1.8	7,331	2.0	-16.3
10-20	4,761	20.6	15,129	7.8	-1,996	-7.8	17,125	10.2	-13.2
20-30	4,367	18.9	25,305	12.0	-454	-1.6	25,759	14.0	-1.8
30-40	3,599	15.6	35,454	13.8	2,840	8.4	32,614	14.6	8.0
40-50	2,531	11.0	45,338	12.4	6,025	12.6	39,313	12.4	13.3
50-75	3,553	15.4	61,312	23.6	11,146	32.7	50,166	22.2	18.2
75-100	1,170	5.1	87,387	11.1	18,729	18.1	68,658	10.0	21.4
100-200	734	3.2	129,043	10.3	32,821	19.9	96,222	8.8	25.4
200-500	117	0.5	280,322	3.5	80,375	7.7	199,948	2.9	28.7
500-1,000	15	0.1	673,865	1.1	212,545	2.6	461,320	0.9	31.5
More than 1,000	10	0.0	3,141,640	3.3	1,158,228	9.2	1,983,412	2.4	36.9
All	23,101	100.0	40,006	100.0	5,244	100.0	34,762	100.0	13.1

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

\* Less than 0.05

(1) Calendar year. Baseline is S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. 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 T12-0303**  
**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)**

**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 As Introduced**  
**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 of Tax Units <sup>3</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>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Under the Proposal	Under the Proposal	Change (%) Under the Proposal	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	0.0	0.0	0.0	0	0.0	0.0	-1.5	0.0	-16.3
20-30	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.7	0.0	-4.7
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	1.0	0.0	5.5
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	2.0	0.0	10.7
50-75	0.0	0.0	0.0	0.0	0	0.0	0.1	8.8	0.0	16.1
75-100	0.0	0.0	0.0	0.0	0	0.0	0.1	10.9	0.0	19.4
100-200	*	0.0	0.0	0.0	0	0.0	0.3	30.8	0.0	23.9
200-500	10.8	0.0	0.1	2.0	-97	-0.1	0.2	18.8	0.0	28.7
500-1,000	84.3	0.0	2.4	34.9	-10,936	-5.0	-0.3	7.4	-1.6	30.8
More than 1,000	96.0	0.0	1.8	63.1	-35,293	-3.0	-0.4	22.7	-1.1	36.5
All	1.4	0.0	0.3	100.0	-215	-1.1	0.0	100.0	-0.2	22.2

**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		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	-1,072	-0.3	6,866	0.6	-18.5
10-20	5,804	11.6	15,260	2.0	-2,480	-1.5	17,739	3.0	-16.3
20-30	5,335	10.6	25,332	3.1	-1,195	-0.6	26,527	4.1	-4.7
30-40	4,816	9.6	35,564	3.9	1,956	1.0	33,608	4.7	5.5
40-50	4,037	8.1	45,576	4.2	4,871	2.0	40,705	4.8	10.7
50-75	8,599	17.2	62,528	12.2	10,063	8.7	52,464	13.2	16.1
75-100	6,206	12.4	88,416	12.5	17,166	10.8	71,249	12.9	19.4
100-200	9,390	18.7	134,200	28.6	32,068	30.4	102,132	28.1	23.9
200-500	2,258	4.5	283,593	14.5	81,545	18.6	202,048	13.4	28.8
500-1,000	345	0.7	680,629	5.3	220,532	7.7	460,097	4.6	32.4
More than 1,000	193	0.4	3,158,341	13.8	1,188,378	23.2	1,969,963	11.1	37.6
All	50,150	100.0	87,888	100.0	19,744	100.0	68,145	100.0	22.5

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 S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. 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 T12-0303**  
**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)**

**Incremental Effect of Raising "High-Income" Thresholds to \$1 million for Married Couples**

**Baseline: S.3412 As Introduced**  
**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 of Tax Units <sup>3</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>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points	Under the Proposal	Change (%) Points	Under the Proposal
Less than 10	0.0	0.0	0.0	0.0	0	0.0	0.0	0.0	0.0	1.4
10-20	0.0	0.0	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	0.0	0.0	0.8	0.0	2.9
30-40	0.0	0.0	0.0	0.0	0	0.0	0.0	1.6	0.0	4.5
40-50	0.0	0.0	0.0	0.0	0	0.0	0.0	2.2	0.0	6.0
50-75	0.0	0.0	0.0	0.0	0	0.0	0.1	8.4	0.0	9.8
75-100	0.0	0.0	0.0	0.0	0	0.0	0.1	8.5	0.0	14.2
100-200	*	0.0	0.0	0.0	0	0.0	0.2	23.2	0.0	19.9
200-500	21.9	0.0	0.2	9.4	-381	-0.5	0.1	18.7	-0.1	28.4
500-1,000	89.7	0.0	2.0	33.4	-8,764	-3.7	-0.2	8.1	-1.3	33.4
More than 1,000	93.2	0.0	1.2	57.2	-24,387	-1.9	-0.3	28.1	-0.7	39.1
All	1.2	0.0	0.2	100.0	-111	-0.9	0.0	100.0	-0.2	18.1

**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		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	87	0.0	6,059	0.7	1.4
10-20	7,199	20.5	15,399	4.8	116	0.2	15,282	5.8	0.8
20-30	4,736	13.5	24,906	5.1	715	0.8	24,191	6.1	2.9
30-40	4,155	11.8	35,411	6.4	1,586	1.6	33,826	7.4	4.5
40-50	3,401	9.7	45,731	6.7	2,743	2.2	42,988	7.7	6.0
50-75	5,792	16.5	61,846	15.5	6,083	8.4	55,763	17.1	9.8
75-100	2,864	8.2	87,420	10.8	12,440	8.5	74,980	11.4	14.2
100-200	3,657	10.4	133,081	21.0	26,452	22.9	106,629	20.6	19.9
200-500	962	2.7	285,711	11.9	81,506	18.6	204,205	10.4	28.5
500-1,000	148	0.4	687,513	4.4	238,634	8.4	448,879	3.5	34.7
More than 1,000	91	0.3	3,301,216	13.0	1,314,875	28.4	1,986,341	9.6	39.8
All	35,135	100.0	65,837	100.0	12,006	100.0	53,831	100.0	18.2

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.

(1) Calendar year. Baseline is S.3412 as introduced. Proposal would: a) reinstate 2012 tax rates but raise the 35 percent rate to 39.6 percent beginning at a threshold of \$800,000 (single), \$1 million (married), or \$900,000 (head of household), indexed for inflation after 2009, less the standard deduction and one personal exemption (two if married); d) raise PEP and Pease thresholds to \$1 million of AGI (married) and \$800,000 (single), indexed for inflation after 2009; e) tax capital gains and qualified dividends at 20% for taxpayers in the new top bracket. For a description of TPC's current law and current policy baselines, see <http://www.taxpolicycenter.org/T11-0270>

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