

Table T12-0175
Income Subject to Tax and Effective Marginal Tax Rates
in the Regular Income Tax and the AMT among AMT Taxpayers, Current Law¹

2011

Cash Income Class (thousands of 2012\$) ²	Percent with More Income Subject to Tax In ³		Average Adjustments and Preferences ⁴	Percent with a Higher Marginal Tax Rate In ⁵		Average Effective Marginal Tax Rate (percent) ⁶	
	Regular Tax	AMT		Regular Tax	AMT	Before AMT	After AMT
Less than 30	0.0	100.0	189,832	0.0	100.0	-1.8	24.1
30-50	100.0	0.0	15,490	0.0	100.0	15.9	30.7
50-75	98.3	1.7	12,042	0.0	97.3	23.7	34.1
75-100	88.4	11.6	16,155	0.0	100.0	25.0	38.0
100-200	71.8	28.2	31,053	2.8	92.8	25.5	33.5
200-500	65.6	34.4	36,827	3.9	95.0	29.8	34.0
500-1,000	1.3	98.7	59,775	68.6	24.8	32.7	29.8
More than 1,000	0.4	99.6	248,387	63.9	24.4	28.2	27.0
All	59.9	40.1	42,395	13.5	84.0	28.8	33.4

2012

Cash Income Class (thousands of 2012\$) ²	Percent with More Income Subject to Tax In		Average Adjustments and Preferences	Percent with a Higher Marginal Tax Rate In		Average Effective Marginal Tax Rate (percent)	
	Regular Tax	AMT		Regular Tax	AMT	Before AMT	After AMT
Less than 30	95.8	4.3	10,485	0.0	98.2	14.3	29.2
30-50	91.7	8.3	10,856	0.0	98.8	16.2	32.4
50-75	92.4	7.6	19,299	1.9	94.5	17.0	25.9
75-100	96.7	3.3	19,513	0.2	94.0	17.7	26.1
100-200	97.9	2.2	20,849	3.7	94.9	24.3	28.1
200-500	47.5	52.5	29,460	11.6	87.9	28.9	33.3
500-1,000	0.4	99.6	56,507	78.8	16.6	32.0	28.5
More than 1,000	0.4	99.7	224,760	60.7	26.0	27.8	27.0
All	87.2	12.8	23,147	5.6	91.9	22.9	28.4

2013

Cash Income Class (thousands of 2012\$) ²	Percent with More Income Subject to Tax In		Average Adjustments and Preferences	Percent with a Higher Marginal Tax Rate In		Average Effective Marginal Tax Rate (percent)	
	Regular Tax	AMT		Regular Tax	AMT	Before AMT	After AMT
Less than 30	96.4	3.6	11,849	0.0	98.8	11.9	31.6
30-50	94.7	5.3	13,568	0.1	96.2	19.9	34.5
50-75	92.6	7.4	19,484	6.6	86.3	18.1	26.8
75-100	95.6	4.4	21,603	21.9	74.1	19.5	26.8
100-200	96.1	3.9	25,397	76.3	22.4	28.5	27.0
200-500	43.1	56.9	32,562	34.7	65.3	33.9	34.2
500-1,000	6.1	94.0	65,096	79.0	20.8	35.1	31.4
More than 1,000	9.0	91.0	342,378	74.1	24.1	32.9	30.3
All	86.1	13.9	25,338	43.4	54.0	25.4	28.5

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

(1) Calendar year. AMT taxpayers include those with AMT liability from Form 6251, with lost credits, and with reduced deductions.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. Includes both filing and non-filing units but excludes those that are dependents of other taxpayers. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) Income subject to tax for the regular income tax is taxable income; for the AMT it is AMTI net of the AMT exemption.

(4) Amounts are in nominal dollars to facilitate comparison with AMT exemption amounts. For 2011, the AMT exemption is \$74,450 for married couples filing jointly and \$48,450 for single taxpayers. For 2012 and 2013, the corresponding exemption amounts are \$45,000 and \$33,750.

(5) The marginal tax rate for each return is calculated by adding \$1,000 to wages, recomputing income tax net of refundable credits, and dividing the resulting change in tax liability by 1,000.

(6) Marginal tax rates represent a simple average across individuals.