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**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2013 <sup>1</sup>**  
**Summary Table**

Cash Income Percentile <sup>2,3</sup>	Tax Units with Tax Increase or Cut <sup>4</sup>				Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>6</sup>	
	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	0.0	0	0.0	0	0.0	0.0	0	0.0	1.8
Second Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	9.3
Middle Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	15.4
Fourth Quintile	0.0	0	0.0	0	0.0	0.0	0	0.0	18.8
Top Quintile	0.0	0	4.8	12,378	-0.3	100.0	587	0.2	27.5
All	0.0	0	0.7	12,378	-0.2	100.0	86	0.1	21.3
<b>Addendum</b>									
80-90	0.0	0	0.0	0	0.0	0.0	0	0.0	21.3
90-95	0.0	0	0.0	0	0.0	0.0	0	0.0	23.1
95-99	0.0	0	5.1	1,102	0.0	1.9	57	0.0	25.8
Top 1 Percent	0.0	0	75.3	15,471	-1.1	98.1	11,650	0.7	35.7
Top 0.1 Percent	0.0	0	87.9	65,571	-1.2	49.3	57,641	0.7	38.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

Number of AMT Taxpayers (millions) Baseline: 3.7 Proposal: 3.4

\* Less than 0.05

\*\* Insufficient data

(1) Calendar year. Baseline is current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(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) 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% \$20,113; 40% \$39,790; 60% \$64,484; 80% \$108,266; 90% \$143,373; 95% \$204,296; 99% \$506,210; 99.9% \$2,655,675.

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2013 <sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.4	0.0	1.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	4.3	0.0	9.3
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	10.8	0.0	15.4
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	17.7	0.0	18.8
Top Quintile	0.0	4.8	-0.3	100.0	587	0.9	0.2	66.7	0.2	27.5
All	0.0	0.7	-0.2	100.0	86	0.6	0.0	100.0	0.1	21.3
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.1	13.4	0.0	21.3
90-95	0.0	0.0	0.0	0.0	0	0.0	-0.1	9.4	0.0	23.1
95-99	0.0	5.1	0.0	1.9	57	0.1	-0.1	14.6	0.0	25.8
Top 1 Percent	0.0	75.3	-1.1	98.1	11,650	2.0	0.4	29.3	0.7	35.7
Top 0.1 Percent	0.0	87.9	-1.2	49.3	57,641	1.9	0.2	15.2	0.7	38.2

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

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	40,520	25.6	11,290	4.2	199	0.4	11,090	5.2	1.8	
Second Quintile	36,208	22.9	30,031	9.9	2,801	4.4	27,230	11.4	9.3	
Middle Quintile	31,370	19.8	52,294	14.9	8,050	10.9	44,243	16.0	15.4	
Fourth Quintile	26,062	16.5	84,355	20.0	15,871	17.8	68,484	20.6	18.8	
Top Quintile	23,189	14.7	244,576	51.5	66,715	66.5	177,862	47.5	27.3	
All	158,260	100.0	69,527	100.0	14,700	100.0	54,826	100.0	21.1	
<b>Addendum</b>										
80-90	11,692	7.4	125,820	13.4	26,804	13.5	99,016	13.3	21.3	
90-95	5,736	3.6	166,808	8.7	38,468	9.5	128,340	8.5	23.1	
95-99	4,615	2.9	287,453	12.1	73,980	14.7	213,474	11.4	25.7	
Top 1 Percent	1,147	0.7	1,671,536	17.4	585,576	28.9	1,085,960	14.4	35.0	
Top 0.1 Percent	117	0.1	7,985,826	8.5	2,994,513	15.0	4,991,312	6.7	37.5	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

Number of AMT Taxpayers (millions). Baseline: 3.7

Proposal: 3.4

\* Less than 0.05

(1) Calendar year. Baseline is current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

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(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

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 <sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.4	0.0	-2.7
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	2.7	0.0	7.3
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	8.6	0.0	13.8
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	17.2	0.0	18.3
Top Quintile	0.0	3.6	-0.3	100.0	451	0.8	0.2	71.8	0.2	27.2
All	0.0	0.7	-0.2	100.0	86	0.6	0.0	100.0	0.1	21.3
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.1	14.5	0.0	21.2
90-95	0.0	0.0	0.0	0.0	0	0.0	-0.1	11.1	0.0	23.1
95-99	0.0	3.3	0.0	2.3	52	0.1	-0.1	15.9	0.0	25.5
Top 1 Percent	0.0	65.6	-1.0	97.7	9,686	1.9	0.4	30.2	0.7	35.5
Top 0.1 Percent	0.0	87.0	-1.1	50.8	49,730	1.9	0.2	15.9	0.7	38.2

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2013 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	33,405	21.1	10,552	3.2	-284	-0.4	10,836	4.2	-2.7	
Second Quintile	32,563	20.6	26,837	7.9	1,968	2.8	24,869	9.3	7.3	
Middle Quintile	31,164	19.7	46,562	13.2	6,436	8.6	40,126	14.4	13.8	
Fourth Quintile	29,985	19.0	73,219	20.0	13,415	17.3	59,804	20.7	18.3	
Top Quintile	30,233	19.1	204,490	56.2	55,083	71.6	149,408	52.1	26.9	
All	158,260	100.0	69,527	100.0	14,700	100.0	54,826	100.0	21.1	
<b>Addendum</b>										
80-90	14,991	9.5	106,847	14.6	22,683	14.6	84,164	14.5	21.2	
90-95	7,896	5.0	142,978	10.3	32,974	11.2	110,004	10.0	23.1	
95-99	5,972	3.8	244,529	13.3	62,215	16.0	182,314	12.6	25.4	
Top 1 Percent	1,374	0.9	1,448,832	18.1	504,458	29.8	944,373	15.0	34.8	
Top 0.1 Percent	139	0.1	6,989,966	8.9	2,619,381	15.7	4,370,585	7.0	37.5	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

Number of AMT Taxpayers (millions). Baseline: 3.7 Proposal: 3.4

\* Less than 0.05

(1) Calendar year. Baseline is current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

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(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) 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% \$13,941; 40% \$26,136; 60% \$41,226; 80% \$64,003; 90% \$88,398; 95% \$122,605; 99% \$295,996; 99.9% \$1,565,087.

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013<sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.5	0.0	5.2
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	5.8	0.0	9.5
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	12.1	0.0	14.9
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	21.5	0.0	20.0
Top Quintile	0.0	2.0	-0.2	100.0	155	0.4	0.1	59.1	0.1	27.3
All	0.0	0.3	-0.1	100.0	20	0.3	0.0	100.0	0.1	20.4
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	14.3	0.0	22.8
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	10.7	0.0	24.3
95-99	0.0	1.5	0.0	0.6	4	0.0	0.0	14.0	0.0	25.8
Top 1 Percent	0.0	46.7	-0.7	99.4	4,241	1.3	0.2	20.1	0.5	36.4
Top 0.1 Percent	0.0	83.2	-1.0	65.6	30,872	1.6	0.1	10.7	0.6	40.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2013<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Lowest Quintile	19,721	27.4	8,091	5.7	421	1.5	7,671	6.7	5.2
Second Quintile	17,211	23.9	20,316	12.4	1,920	5.8	18,396	14.1	9.5
Middle Quintile	13,567	18.8	34,462	16.6	5,119	12.1	29,343	17.7	14.9
Fourth Quintile	11,717	16.3	52,696	21.9	10,524	21.5	42,173	22.0	20.0
Top Quintile	9,354	13.0	132,560	44.0	36,077	58.9	96,483	40.2	27.2
All	72,035	100.0	39,146	100.0	7,948	100.0	31,199	100.0	20.3
<b>Addendum</b>									
80-90	4,749	6.6	75,578	12.7	17,240	14.3	58,337	12.3	22.8
90-95	2,416	3.4	104,552	9.0	25,378	10.7	79,173	8.5	24.3
95-99	1,849	2.6	168,798	11.1	43,577	14.1	125,222	10.3	25.8
Top 1 Percent	340	0.5	931,104	11.2	334,660	19.9	596,444	9.0	35.9
Top 0.1 Percent	31	0.0	4,955,926	5.4	1,971,756	10.6	2,984,171	4.1	39.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

\* Less than 0.05

(1) Calendar year. Baseline is current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

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(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

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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% \$13,941; 40% \$26,136; 60% \$41,226; 80% \$64,003; 90% \$88,398; 95% \$122,605; 99% \$295,996; 99.9% \$1,565,087.

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 <sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-0.2	0.0	-3.9
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.2	0.0	6.5
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	5.7	0.0	12.6
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	14.8	0.0	17.4
Top Quintile	0.0	4.6	-0.3	100.0	603	0.9	0.2	78.3	0.3	27.1
All	0.0	1.4	-0.2	100.0	191	0.7	0.0	100.0	0.2	22.7
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.1	14.7	0.0	20.6
90-95	0.0	0.0	0.0	0.0	0	0.0	-0.1	11.7	0.0	22.6
95-99	0.0	4.3	0.0	2.6	77	0.1	-0.1	17.2	0.0	25.3
Top 1 Percent	0.0	72.8	-1.1	97.4	11,560	2.1	0.5	34.7	0.7	35.3
Top 0.1 Percent	0.0	88.5	-1.2	48.1	55,350	2.0	0.2	17.9	0.7	37.9

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2013 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	5,376	8.9	14,486	1.1	-558	-0.2	15,044	1.5	-3.9	
Second Quintile	8,093	13.3	36,595	4.2	2,369	1.2	34,226	5.0	6.5	
Middle Quintile	12,453	20.5	58,915	10.4	7,399	5.8	51,516	11.7	12.6	
Fourth Quintile	15,271	25.1	89,679	19.3	15,576	14.9	74,103	20.6	17.4	
Top Quintile	19,208	31.6	241,961	65.5	64,859	78.1	177,102	61.9	26.8	
All	60,744	100.0	116,746	100.0	26,249	100.0	90,496	100.0	22.5	
<b>Addendum</b>										
80-90	9,257	15.2	123,947	16.2	25,542	14.8	98,405	16.6	20.6	
90-95	5,109	8.4	162,264	11.7	36,630	11.7	125,634	11.7	22.6	
95-99	3,865	6.4	282,834	15.4	71,353	17.3	211,481	14.9	25.2	
Top 1 Percent	977	1.6	1,615,663	22.3	559,487	34.3	1,056,177	18.8	34.6	
Top 0.1 Percent	101	0.2	7,547,627	10.7	2,803,171	17.7	4,744,456	8.7	37.1	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

\* Less than 0.05

(1) Calendar year. Baseline is current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-13.2	0.0	-13.4
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	8.9	0.0	4.7
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	29.7	0.0	15.2
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	30.2	0.0	19.3
Top Quintile	0.0	1.8	-0.2	100.0	217	0.5	0.1	44.3	0.1	25.9
All	0.0	0.1	0.0	100.0	11	0.2	0.0	100.0	0.0	12.4
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	14.9	0.0	22.3
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	7.7	0.0	23.9
95-99	0.0	1.7	0.0	1.8	27	0.1	0.0	9.0	0.0	25.7
Top 1 Percent	0.0	58.6	-0.9	98.2	8,073	1.8	0.2	12.8	0.6	33.9
Top 0.1 Percent	0.0	86.5	-1.1	53.8	46,930	1.9	0.1	6.6	0.7	36.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2013 <sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	8,034	34.8	13,983	12.2	-1,878	-13.3	15,860	15.7	-13.4	
Second Quintile	6,829	29.6	31,795	23.5	1,495	9.0	30,300	25.5	4.7	
Middle Quintile	4,455	19.3	49,950	24.1	7,599	29.7	42,351	23.3	15.2	
Fourth Quintile	2,489	10.8	71,792	19.3	13,856	30.3	57,936	17.8	19.3	
Top Quintile	1,222	5.3	160,037	21.2	41,157	44.2	118,880	17.9	25.7	
All	23,101	100.0	40,006	100.0	4,930	100.0	35,076	100.0	12.3	
<b>Addendum</b>										
80-90	740	3.2	102,711	8.2	22,895	14.9	79,815	7.3	22.3	
90-95	273	1.2	133,416	4.0	31,912	7.7	101,504	3.4	23.9	
95-99	176	0.8	226,780	4.3	58,270	9.0	168,509	3.7	25.7	
Top 1 Percent	32	0.1	1,339,304	4.7	445,976	12.6	893,327	3.6	33.3	
Top 0.1 Percent	3	0.0	6,750,433	2.2	2,420,183	6.5	4,330,250	1.6	35.9	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

\* Less than 0.05

(1) Calendar year. Baseline is current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(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) 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% \$13,941; 40% \$26,136; 60% \$41,226; 80% \$64,003; 90% \$88,398; 95% \$122,605; 99% \$295,996; 99.9% \$1,565,087.

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-2.6	0.0	-15.0
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	2.1	0.0	4.9
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	10.5	0.0	15.2
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.2	19.9	0.0	19.1
Top Quintile	0.0	5.6	-0.4	100.0	827	1.1	0.2	70.0	0.3	28.0
All	0.0	0.9	-0.2	100.0	138	0.8	0.0	100.0	0.2	20.8
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.1	15.4	0.0	22.1
90-95	0.0	*	0.0	0.0	0	0.0	-0.1	8.7	0.0	23.9
95-99	0.0	6.7	-0.1	3.8	157	0.2	-0.1	15.5	0.1	26.6
Top 1 Percent	0.0	81.8	-1.3	96.2	15,177	2.4	0.5	30.5	0.9	35.6
Top 0.1 Percent	0.0	90.8	-1.3	40.6	69,727	2.1	0.2	14.7	0.8	37.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2013<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	10,949	21.8	14,497	3.6	-2,174	-2.6	16,671	5.2	-15.0	
Second Quintile	10,714	21.4	36,326	8.8	1,789	2.1	34,537	10.6	4.9	
Middle Quintile	10,166	20.3	62,074	14.3	9,457	10.6	52,617	15.3	15.2	
Fourth Quintile	9,735	19.4	97,977	21.6	18,732	20.0	79,245	22.1	19.1	
Top Quintile	8,378	16.7	273,829	52.1	75,943	69.8	197,887	47.4	27.7	
All	50,150	100.0	87,888	100.0	18,174	100.0	69,715	100.0	20.7	
<b>Addendum</b>										
80-90	4,581	9.1	139,259	14.5	30,829	15.5	108,430	14.2	22.1	
90-95	1,696	3.4	196,218	7.6	46,850	8.7	149,369	7.3	23.9	
95-99	1,662	3.3	322,508	12.2	85,538	15.6	236,970	11.3	26.5	
Top 1 Percent	439	0.9	1,792,201	17.9	622,263	30.0	1,169,937	14.7	34.7	
Top 0.1 Percent	40	0.1	8,825,262	8.1	3,267,303	14.5	5,557,959	6.4	37.0	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

\* 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 law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(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) 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% \$13,941; 40% \$26,136; 60% \$41,226; 80% \$64,003; 90% \$88,398; 95% \$122,605; 99% \$295,996; 99.9% \$1,565,087.

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

(5) 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.

(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 cash income.

**Table T13-0065**  
**Personal Exemption Phaseout (PEP) and Overall Limitation on Itemized Deductions (Pease)**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2013<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	0.7
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.8	0.0	1.5
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	4.0	0.0	4.5
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	-0.1	10.8	0.0	9.9
Top Quintile	0.0	3.7	-0.2	100.0	315	0.7	0.1	84.2	0.2	24.4
All	0.0	0.7	-0.1	100.0	60	0.6	0.0	100.0	0.1	16.4
<b>Addendum</b>										
80-90	0.0	0.0	0.0	0.0	0	0.0	-0.1	11.5	0.0	14.6
90-95	0.0	0.0	0.0	0.0	0	0.0	-0.1	11.2	0.0	18.0
95-99	0.0	2.8	0.0	1.3	19	0.0	-0.1	19.2	0.0	22.3
Top 1 Percent	0.0	57.5	-0.7	98.7	5,832	1.3	0.3	42.4	0.5	35.9
Top 0.1 Percent	0.0	78.5	-0.9	59.9	35,426	1.5	0.2	22.8	0.6	39.2

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2013<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>5</sup>		Average Federal Tax Rate <sup>6</sup>	
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total		
Lowest Quintile	5,152	14.7	10,284	2.3	77	0.1	10,208	2.7	0.7	
Second Quintile	8,903	25.3	22,201	8.6	338	0.8	21,864	10.1	1.5	
Middle Quintile	8,102	23.1	41,688	14.6	1,857	4.0	39,832	16.7	4.5	
Fourth Quintile	6,300	17.9	66,058	18.0	6,524	10.9	59,534	19.4	9.9	
Top Quintile	6,648	18.9	197,406	56.7	47,850	84.2	149,556	51.4	24.2	
All	35,135	100.0	65,837	100.0	10,759	100.0	55,078	100.0	16.3	
<b>Addendum</b>										
80-90	3,052	8.7	98,141	13.0	14,346	11.6	83,795	13.2	14.6	
90-95	1,778	5.1	133,313	10.3	23,935	11.3	109,378	10.1	18.0	
95-99	1,463	4.2	223,287	14.1	49,757	19.3	173,530	13.1	22.3	
Top 1 Percent	354	1.0	1,267,910	19.4	448,857	42.0	819,054	15.0	35.4	
Top 0.1 Percent	35	0.1	6,252,940	9.6	2,413,923	22.6	3,839,017	7.0	38.6	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

\* 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 current law without PEP and Pease. Proposal is current law. The PEP phaseout and Pease limitation begin at an AGI level of \$250,000 for singles, \$275,000 for heads of households, and \$300,000 for married couples filing jointly. For a description of TPC's current law baseline, see

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(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) 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% \$13,941; 40% \$26,136; 60% \$41,226; 80% \$64,003; 90% \$88,398; 95% \$122,605; 99% \$295,996; 99.9% \$1,565,087.

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

(5) 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.

(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 cash income.