

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

**Table T13-0201**  
**Repeal Individual AMT; Set Individual Income Tax Rates to 10% and 25%**  
**Baseline: Current Law**  
**Distribution of Federal Tax Change by Expanded Cash Income Level, 2015 <sup>1</sup>**  
**Summary Table**

Expanded Cash Income Level (thousands of 2013 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					
<b>Less than 10</b>	0.0	0	0.0	0	0.0	0.0	0	0.0	4.6
<b>10-20</b>	0.1	-33	0.0	0	0.0	0.0	0	0.0	2.5
<b>20-30</b>	18.5	-180	*	**	0.1	0.2	-33	-0.1	4.8
<b>30-40</b>	37.5	-396	0.0	0	0.5	0.7	-149	-0.4	7.5
<b>40-50</b>	52.5	-634	0.0	0	0.8	1.3	-333	-0.7	9.7
<b>50-75</b>	70.4	-963	0.0	0	1.2	5.1	-678	-1.1	12.7
<b>75-100</b>	89.7	-1,238	0.0	0	1.5	5.3	-1,109	-1.2	14.9
<b>100-200</b>	96.9	-2,211	0.0	0	1.8	18.5	-2,141	-1.5	17.0
<b>200-500</b>	98.1	-5,462	0.0	0	2.3	14.1	-5,359	-1.8	20.9
<b>500-1,000</b>	98.8	-30,836	0.0	0	6.1	9.8	-30,449	-4.4	23.9
<b>More than 1,000</b>	99.0	-237,749	0.0	0	11.0	44.9	-235,248	-7.2	27.7
<b>All</b>	52.8	-3,852	0.0	0	2.8	100.0	-2,036	-2.3	17.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0613-1).

Number of AMT Taxpayers (millions). Baseline: 4.5

Proposal: 0.0

\* Less than 0.05

\*\* Insufficient data

(1) Calendar year. Baseline is current law. Proposal would repeal the individual alternative minimum tax; reduce the 15 percent individual income tax rate to 10 percent; and reduce the 28, 33, 35, and 39.6 percent rates to 25 percent. Proposal would retain the current preferential rates for long-term capital gains and qualified dividends and retain the 3.8 percent tax on net investment income. 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 adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded 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 expanded 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 expanded cash income.