

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**All Tax Units**  
**by Expanded Cash Income Percentile, Current Law, 2012<sup>1</sup>**

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	44,147	27.6	38,397	57.6	87.0
Second Quintile	35,838	22.4	18,031	27.0	50.3
Middle Quintile	31,676	19.8	8,009	12.0	25.3
Fourth Quintile	25,538	16.0	1,967	2.9	7.7
Top Quintile	22,533	14.1	292	0.4	1.3
All	159,731	100.0	66,695	100.0	41.8
<b>Addendum I</b>					
80-90	11,334	7.1	205	0.3	1.8
90-95	5,532	3.5	45	0.1	0.8
95-99	4,514	2.8	32	0.0	0.7
Top 1 Percent	1,153	0.7	9	0.0	0.8
Top 0.1 Percent	118	0.1	0	0.0	0.3
<b>Addendum II</b>					
<b>Dispersion of Individual Income Tax Liability for those with Liability of less than \$5</b>					
	<b>Percentile of Income Tax Liability Distribution</b>				
	<b>10th</b>	<b>25th</b>	<b>50th</b>	<b>75th</b>	<b>90th</b>
<b>Tax Liability</b>	-4,350	-1,690	0	0	0

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The expanded cash 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 2013 dollars): 20% \$24,122; 40% \$47,098; 60% \$78,199; 80% \$130,228; 90% \$178,285; 95% \$245,629; 99% \$575,294; 99.9% \$2,893,080.

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

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**All Tax Units**  
**by Expanded Cash Income Percentile Adjusted for Family Size, Current Law, 2012 <sup>1</sup>**

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	36,477	22.8	34,430	51.6	94.4
Second Quintile	32,911	20.6	22,468	33.7	68.3
Middle Quintile	31,326	19.6	8,118	12.2	25.9
Fourth Quintile	29,619	18.5	1,308	2.0	4.4
Top Quintile	29,399	18.4	371	0.6	1.3
All	159,731	100.0	66,695	100.0	41.8
<b>Addendum I</b>					
80-90	14,708	9.2	218	0.3	1.5
90-95	7,445	4.7	85	0.1	1.1
95-99	5,869	3.7	55	0.1	0.9
Top 1 Percent	1,377	0.9	13	0.0	0.9
Top 0.1 Percent	140	0.1	1	0.0	0.4

**Addendum II****Dispersion of Individual Income Tax Liability for those with Liability of less than \$5**

Tax Liability	Percentile of Income Tax Liability Distribution				
	10th	25th	50th	75th	90th
	-4,350	-1,690	0	0	0

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The adjusted expanded cash 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 2013 dollars): 20% \$23,619; 40% \$45,545; 60% \$76,429; 80% \$129,601; 90% \$181,692; 95% \$250,558; 99% \$549,374; 99.9% \$2,630,672.

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

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**Single Tax Units**  
**by Expanded Cash Income Percentile Adjusted for Family Size, Current Law, 2012 <sup>1</sup>**

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	23,168	31.3	21,366	64.0	92.2
Second Quintile	17,321	23.4	9,551	28.6	55.1
Middle Quintile	13,711	18.5	1,872	5.6	13.7
Fourth Quintile	11,220	15.2	394	1.2	3.5
Top Quintile	8,544	11.6	177	0.5	2.1
All	73,963	100.0	33,360	100.0	45.1
<b>Addendum I</b>					
80-90	4,552	6.2	104	0.3	2.3
90-95	2,121	2.9	40	0.1	1.9
95-99	1,563	2.1	28	0.1	1.8
Top 1 Percent	307	0.4	5	0.0	1.5
Top 0.1 Percent	29	0.0	0	0.0	0.4

**Addendum II****Dispersion of Individual Income Tax Liability for those with Liability of less than \$5**

	Percentile of Income Tax Liability Distribution				
	10th	25th	50th	75th	90th
Tax Liability	-475	0	0	0	0

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The adjusted expanded cash 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 2013 dollars): 20% \$23,619; 40% \$45,545; 60% \$76,429; 80% \$129,601; 90% \$181,692; 95% \$250,558; 99% \$549,374; 99.9% \$2,630,672.

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

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**Married Filing Jointly Tax Units**  
**by Expanded Cash Income Percentile Adjusted for Family Size, Current Law, 2012 <sup>1</sup>**

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	5,692	9.5	5,578	14.5	98.0
Second Quintile	8,046	13.4	6,694	17.4	83.2
Middle Quintile	11,961	20.0	4,504	11.7	37.7
Fourth Quintile	15,054	25.1	794	2.1	5.3
Top Quintile	19,151	32.0	165	0.4	0.9
All	59,903	100.0	38,397	100.0	64.1
<b>Addendum I</b>					
80-90	9,145	15.3	93	0.2	1.0
90-95	4,966	8.3	41	0.1	0.8
95-99	4,033	6.7	25	0.1	0.6
Top 1 Percent	1,007	1.7	6	0.0	0.6
Top 0.1 Percent	102	0.2	0	0.0	0.3
<b>Addendum II</b>					
<b>Dispersion of Individual Income Tax Liability for those with Liability of less than \$5</b>					
	<b>Percentile of Income Tax Liability Distribution</b>				
	<b>10th</b>	<b>25th</b>	<b>50th</b>	<b>75th</b>	<b>90th</b>
<b>Tax Liability</b>	-5,953	-3,168	-249	0	0

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The adjusted expanded cash 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 2013 dollars): 20% \$23,619; 40% \$45,545; 60% \$76,429; 80% \$129,601; 90% \$181,692; 95% \$250,558; 99% \$549,374; 99.9% \$2,630,672.

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

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**Head of Household Tax Units**  
**by Expanded Cash Income Percentile Adjusted for Family Size, Current Law, 2012 <sup>1</sup>**

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	7,309	31.7	7,224	47.9	98.8
Second Quintile	7,042	30.5	6,087	40.3	86.4
Middle Quintile	4,953	21.5	1,670	11.1	33.7
Fourth Quintile	2,617	11.3	94	0.6	3.6
Top Quintile	1,153	5.0	18	0.1	1.6
All	23,074	100.0	15,093	100.0	65.4
<b>Addendum I</b>					
80-90	726	3.1	16	0.1	2.1
90-95	206	0.9	2	0.0	0.8
95-99	192	0.8	0	0.0	0.1
Top 1 Percent	30	0.1	1	0.0	2.4
Top 0.1 Percent	3	0.0	0	0.0	0.8
<b>Addendum II</b>					
<b>Dispersion of Individual Income Tax Liability for those with Liability of less than \$5</b>					
	<b>Percentile of Income Tax Liability Distribution</b>				
	<b>10th</b>	<b>25th</b>	<b>50th</b>	<b>75th</b>	<b>90th</b>
<b>Tax Liability</b>	-6,461	-4,475	-3,134	-1,166	-174

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The adjusted expanded cash 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 2013 dollars): 20% \$23,619; 40% \$45,545; 60% \$76,429; 80% \$129,601; 90% \$181,692; 95% \$250,558; 99% \$549,374; 99.9% \$2,630,672.

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

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**Tax Units with Children**  
**by Expanded Cash Income Percentile Adjusted for Family Size, Current Law, 2012**<sup>1</sup>

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	10,261	20.5	10,236	42.1	99.8
Second Quintile	10,532	21.0	9,609	39.5	91.2
Middle Quintile	10,211	20.4	3,939	16.2	38.6
Fourth Quintile	10,169	20.3	474	2.0	4.7
Top Quintile	8,898	17.8	63	0.3	0.7
All	50,071	100.0	24,321	100.0	48.6
<b>Addendum I</b>					
80-90	4,679	9.3	36	0.1	0.8
90-95	2,084	4.2	12	0.0	0.6
95-99	1,697	3.4	11	0.0	0.6
Top 1 Percent	439	0.9	4	0.0	0.8
Top 0.1 Percent	41	0.1	0	0.0	0.3
<b>Addendum II</b>					
<b>Dispersion of Individual Income Tax Liability for those with Liability of less than \$5</b>					
	<b>Percentile of Income Tax Liability Distribution</b>				
	<b>10th</b>	<b>25th</b>	<b>50th</b>	<b>75th</b>	<b>90th</b>
<b>Tax Liability</b>	-6,787	-4,955	-3,205	-1,494	-280

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The adjusted expanded cash 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 2013 dollars): 20% \$23,619; 40% \$45,545; 60% \$76,429; 80% \$129,601; 90% \$181,692; 95% \$250,558; 99% \$549,374; 99.9% \$2,630,672.

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

**Table T13-0232**  
**Distribution of Tax Units That Pay No Individual Income Tax**  
**Elderly Tax Units**  
**by Expanded Cash Income Percentile Adjusted for Family Size, Current Law, 2012<sup>1</sup>**

Expanded Cash Income Percentile <sup>2,3</sup>	Number of Tax Units (thousands) <sup>4</sup>	Percent of All Tax Units	Number of Non Paying Tax Units (thousands)	Percent of All Non Paying Tax Units	Percent of Tax Units in Class That Are Non Paying
Lowest Quintile	7,218	20.8	7,178	39.1	99.4
Second Quintile	8,734	25.1	7,763	42.3	88.9
Middle Quintile	7,594	21.9	2,737	14.9	36.0
Fourth Quintile	5,745	16.5	497	2.7	8.7
Top Quintile	5,459	15.7	188	1.0	3.4
All	34,749	100.0	18,362	100.0	52.8
<b>Addendum I</b>					
80-90	2,754	7.9	124	0.7	4.5
90-95	1,241	3.6	39	0.2	3.1
95-99	1,146	3.3	22	0.1	1.9
Top 1 Percent	318	0.9	2	0.0	0.7
Top 0.1 Percent	34	0.1	0	0.0	0.3

**Addendum II****Dispersion of Individual Income Tax Liability for those with Liability of less than \$5**

	Percentile of Income Tax Liability Distribution				
	10th	25th	50th	75th	90th
Tax Liability	0	0	0	0	0

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

(1) Calendar year. Tax units that pay no individual income tax are those with individual income tax liability of less than \$5.

(2) For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(3) The adjusted expanded cash 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 2013 dollars): 20% \$23,619; 40% \$45,545; 60% \$76,429; 80% \$129,601; 90% \$181,692; 95% \$250,558; 99% \$549,374; 99.9% \$2,630,672.

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