

**Table T05-0152**  
**\$3.5 Million Exemption Indexed for Inflation After 2010 and 45 Percent Rate:**  
**Distribution of Gross Estate and Net Estate Tax By Size of Gross Estate, 2011<sup>1</sup>**  
**Farms and Businesses Under \$5 Million<sup>2</sup>**

| Size of Gross Estate (millions of current dollars) | Returns    |                  | Gross Estate        |                        |                  | Net Estate Tax      |                        |                  | Average Tax Rate <sup>3</sup> |
|--|------------|------------------|---------------------|------------------------|------------------|---------------------|------------------------|------------------|-------------------------------|
|  | Number     | Percent of Total | Amount (\$millions) | Average (\$ thousands) | Percent of Total | Amount (\$millions) | Average (\$ thousands) | Percent of Total |                               |
| <b>ALL RETURNS</b>                                 |            |                  |                     |                        |                  |                     |                        |                  |                               |
| Less than 1.0                                      | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| 1.0 - 2.0  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| 2.0 - 3.5  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| 3.5 - 5.0  | 190        | 51.4             | 822                 | 4,324                  | 42.9             | 3                   | 17                     | 22.0             | 0.4                           |
| 5.0 - 10.0   | 180        | 48.6             | 1,094               | 6,075                  | 57.1             | 11                  | 62                     | 78.0             | 1.0                           |
| 10.0 - 20.0  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| More than 20.0                                     | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| <b>All</b>   | <b>370</b> | <b>100.0</b>     | <b>1,915</b>        | <b>5,176</b>           | <b>100.0</b>     | <b>14</b>           | <b>39</b>              | <b>100.0</b>     | <b>0.8</b>                    |
| <b>TAXABLE RETURNS</b>                             |            |                  |                     |                        |                  |                     |                        |                  |                               |
| Less than 1.0                                      | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| 1.0 - 2.0  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| 2.0 - 3.5  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| 3.5 - 5.0  | 10         | 20.0             | 34                  | 3,402                  | 12.2             | 3                   | 316                    | 22.0             | 9.3                           |
| 5.0 - 10.0   | 40         | 80.0             | 244                 | 6,112                  | 87.8             | 11                  | 280                    | 78.0             | 4.6                           |
| 10.0 - 20.0  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| More than 20.0                                     | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | 0.0              | 0.0                           |
| <b>All</b>   | <b>50</b>  | <b>100.0</b>     | <b>278</b>          | <b>5,570</b>           | <b>100.0</b>     | <b>14</b>           | <b>287</b>             | <b>100.0</b>     | <b>5.2</b>                    |
| <b>NON-TAXABLE RETURNS</b>                         |            |                  |                     |                        |                  |                     |                        |                  |                               |
| Less than 1.0                                      | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | n/a              | 0.0                           |
| 1.0 - 2.0  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | n/a              | 0.0                           |
| 2.0 - 3.5  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | n/a              | 0.0                           |
| 3.5 - 5.0  | 190        | 59.4             | 788                 | 4,145                  | 48.1             | 0                   | 0                      | n/a              | 0.0                           |
| 5.0 - 10.0   | 140        | 43.8             | 849                 | 6,065                  | 51.9             | 0                   | 0                      | n/a              | 0.0                           |
| 10.0 - 20.0  | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | n/a              | 0.0                           |
| More than 20.0                                     | 0          | 0.0              | 0                   | 0                      | 0.0              | 0                   | 0                      | n/a              | 0.0                           |
| <b>All</b>   | <b>320</b> | <b>100.0</b>     | <b>1,637</b>        | <b>5,114</b>           | <b>100.0</b>     | <b>0</b>            | <b>0</b>               | <b>n/a</b>       | <b>0.0</b>                    |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0305-3A).

(1) Calendar year. Numbers of returns have been rounded to the nearest multiple of ten. Provisions also include replacing the state death tax credit with a deduction for state estate taxes paid and repeal of the 5-percent surtax.

(2) Estate tax returns where farm and business assets represent at least half of gross estate and these assets total no more than \$5 million.

(3) Average net estate tax liability as a percentage of average gross estate.