

**Table T05-0302**  
**Make EGTRRA, JGTRRA, and WFTRA Permanent With Extension of 2005 AMT Relief, Indexed for Inflation**  
**Baseline is Current Law**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2015<sup>1</sup>**

Cash Income Percentile <sup>2</sup>	Percent of Tax Units <sup>3</sup>		Percent Change in After-Tax Income <sup>4</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Lowest Quintile	25.2	0.5	0.6	0.5	-69	-12.7	0.0	0.5	-0.6	4.1
Second Quintile	73.9	0.2	2.1	4.1	-545	-16.8	-0.2	2.9	-1.9	9.3
Middle Quintile	86.9	0.1	2.3	7.1	-943	-10.8	0.1	8.3	-1.9	15.6
Fourth Quintile	97.5	0.0	3.1	15.7	-2,071	-10.8	0.3	18.1	-2.4	19.7
Top Quintile	99.4	0.0	5.0	72.3	-9,556	-12.6	-0.3	70.2	-3.6	24.9
All	76.5	0.2	4.0	100.0	-2,644	-12.3	0.0	100.0	-3.0	21.4
<b>Addendum</b>										
Top 10 Percent	99.6	0.0	5.3	55.7	-14,733	-12.6	-0.2	54.1	-3.7	25.9
Top 5 Percent	99.4	0.1	5.5	43.0	-22,751	-12.6	-0.2	41.7	-3.8	26.6
Top 1 Percent	99.0	0.1	6.5	27.1	-71,548	-13.9	-0.4	23.5	-4.4	27.5
Top 0.5 Percent	99.0	0.2	6.9	22.4	-118,615	-14.3	-0.5	18.8	-4.7	28.0
Top 0.1 Percent	99.3	0.1	7.4	13.3	-351,347	-14.2	-0.3	11.2	-4.9	29.2

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile, 2015<sup>1</sup>**

Cash Income Percentile <sup>2</sup>	Tax Units <sup>3</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>4</sup> (Dollars)	Average Federal Tax Rate <sup>5</sup>	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	32,037	19.6	11,594	545	11,049	4.7	2.6	3.2	0.5
Second Quintile	32,634	20.0	28,979	3,238	25,741	11.2	6.5	7.7	3.0
Middle Quintile	32,634	20.0	50,115	8,771	41,344	17.5	11.3	12.3	8.1
Fourth Quintile	32,628	20.0	86,642	19,178	67,464	22.1	19.6	20.1	17.8
Top Quintile	32,633	20.0	267,246	75,969	191,277	28.4	60.3	57.1	70.4
All	163,160	100.0	88,578	21,570	67,007	24.4	100.0	100.0	100.0
<b>Addendum</b>									
Top 10 Percent	16,316	10.0	395,730	117,117	278,612	29.6	44.7	41.6	54.3
Top 5 Percent	8,162	5.0	592,468	180,399	412,069	30.5	33.5	30.8	41.8
Top 1 Percent	1,632	1.0	1,618,465	516,253	1,102,211	31.9	18.3	16.5	23.9
Top 0.5 Percent	816	0.5	2,538,582	828,630	1,709,952	32.6	14.3	12.8	19.2
Top 0.1 Percent	163	0.1	7,244,911	2,467,323	4,777,588	34.1	8.2	7.1	11.4

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

Number of AMT Taxpayers (millions). Baseline: 28.5 Proposal: 8.7

(1) Calendar year. Baseline is current law. Provisions include extending provisions in EGTRRA, JGTRRA, and WFTRA affecting the following: marginal tax rates; the 10-percent bracket; the child tax credit; the child and dependent care credit; the standard deduction, 15-percent bracket, and EITC for married couples; tax rates on long-term capital gains and dividends; pension and IRA provisions (excludes the saver's credit); expansion of student loan interest deduction (excludes other education provisions); and estate tax exemption, rates, and state death tax credit. Provisions also include extending the 2005 AMT exemption levels, indexed for inflation after 2005; and allowance of personal non-refundable credits regardless of tentative AMT.

(2) Tax units with negative cash income are excluded from the lowest quintile but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(4) 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.

(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 cash income.