

Table T06-0096
Reported Baucus Estate Tax Compromise -- Extremely Preliminary
Distribution of Gross Estate and Net Estate Tax By Size of Gross Estate, 2007¹
Farms and Businesses²

Size of Gross Estate (millions of current dollars)	Returns		Gross Estate			Net Estate Tax			Average Tax Rate ³
	Number	Percent of Total	Amount (\$millions)	Average (\$ thousands)	Percent of Total	Amount (\$millions)	Average (\$ thousands)	Percent of Total	
ALL RETURNS									
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	180	24.7	763	4,240	6.1	1	3	0.1	0.1
5.0 - 10.0	310	42.5	2,050	6,614	16.3	45	144	5.4	2.2
10.0 - 20.0	150	20.5	2,030	13,531	16.2	69	462	8.4	3.4
More than 20.0	80	11.0	7,723	96,539	61.5	715	8,944	86.2	9.3
All	730	100.0	12,566	17,214	100.0	830	1,137	100.0	6.6
TAXABLE RETURNS									
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	4.8	30	2,968	0.5	1	55	0.1	1.9
5.0 - 10.0	90	42.9	644	7,156	10.8	45	495	5.4	6.9
10.0 - 20.0	70	33.3	891	12,734	14.9	69	991	8.4	7.8
More than 20.0	40	19.0	4,422	110,541	73.9	715	17,887	86.2	16.2
All	210	100.0	5,987	28,508	100.0	830	3,952	100.0	13.9
NON-TAXABLE RETURNS									
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	180	34.6	734	4,075	11.1	0	0	n/a	0.0
5.0 - 10.0	220	42.3	1,406	6,393	21.4	0	0	n/a	0.0
10.0 - 20.0	90	17.3	1,138	12,647	17.3	0	0	n/a	0.0
More than 20.0	40	7.7	3,302	82,538	50.2	0	0	n/a	0.0
All	520	100.0	6,580	12,653	100.0	0	0	n/a	0.0

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 include: \$3.5 million effective exemption; statutory rate of 15 percent on taxable estate up to \$5 million, 25 percent on taxable estate between \$5 million and \$10 million, 35 percent on taxable estate greater than \$10 million; replace the state death tax credit with a deduction for state estate taxes paid; and repeal the 5-percent surtax.

(2) Estate tax returns where farm and business assets represent at least half of gross estate.

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