

Table T21-0093
Baseline Distribution of Income and Federal Taxes
All Tax Units
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2019 dollars) ²	Tax Units		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ³ (Dollars)	Average Federal Tax Rate ⁴	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
Less than 10	10,200	5.5	6,390	260	6,130	4.0	0.3	0.3	0.1
10-20	21,670	11.7	17,300	430	16,870	2.5	1.6	2.0	0.2
20-30	20,160	10.9	28,560	1,200	27,360	4.2	2.5	3.0	0.5
30-40	16,560	8.9	39,930	2,810	37,120	7.0	2.9	3.4	1.0
40-50	13,910	7.5	51,420	4,950	46,470	9.6	3.1	3.5	1.4
50-75	25,710	13.9	71,060	9,340	61,710	13.2	7.9	8.7	5.0
75-100	19,230	10.4	99,660	15,540	84,120	15.6	8.3	8.9	6.2
100-200	34,550	18.7	161,480	30,120	131,360	18.7	24.2	24.9	21.6
200-500	18,260	9.9	329,510	77,390	252,120	23.5	26.1	25.2	29.3
500-1,000	2,530	1.4	761,180	216,990	544,190	28.5	8.4	7.6	11.4
More than 1,000	970	0.5	3,492,540	1,143,270	2,349,270	32.7	14.7	12.5	23.0
All	185,260	100.0	124,480	26,010	98,470	20.9	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Number of AMT Taxpayers (millions): 7.4

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law as of 7/19/2021. For more information on TPC's baseline definitions, 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) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(4) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T21-0093
Baseline Distribution of Income and Federal Taxes
Single Tax Units
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2019 dollars) ²	Tax Units		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ³ (Dollars)	Average Federal Tax Rate ⁴	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
Less than 10	8,410	9.2	6,390	360	6,020	5.7	0.9	1.0	0.3
10-20	16,950	18.6	17,120	790	16,330	4.6	4.7	5.6	1.1
20-30	12,610	13.9	28,320	2,120	26,200	7.5	5.8	6.7	2.3
30-40	9,520	10.5	39,830	3,930	35,910	9.9	6.2	6.9	3.2
40-50	7,760	8.5	51,400	6,170	45,240	12.0	6.5	7.1	4.1
50-75	14,010	15.4	70,840	10,980	59,850	15.5	16.1	16.9	13.0
75-100	8,600	9.5	99,130	19,010	80,120	19.2	13.9	13.9	13.9
100-200	9,590	10.5	152,740	34,470	118,270	22.6	23.8	22.8	28.0
200-500	2,350	2.6	325,110	86,930	238,180	26.7	12.4	11.3	17.3
500-1,000	250	0.3	771,740	237,530	534,210	30.8	3.1	2.7	5.0
More than 1,000	110	0.1	3,580,440	1,256,820	2,323,610	35.1	6.4	5.1	11.7
All	90,980	100.0	67,570	12,970	54,600	19.2	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Number of AMT Taxpayers (millions): 7.4

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law as of 7/19/2021. For more information on TPC's baseline definitions, 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) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(4) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T21-0093
Baseline Distribution of Income and Federal Taxes
Married Tax Units Filing Jointly
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2019 dollars) ²	Tax Units		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ³ (Dollars)	Average Federal Tax Rate ⁴	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
Less than 10	1,060	1.6	5,650	170	5,490	2.9	0.0	0.1	0.0
10-20	2,190	3.3	17,810	330	17,480	1.8	0.3	0.3	0.0
20-30	3,610	5.5	29,000	530	28,470	1.8	0.7	0.9	0.1
30-40	3,190	4.8	40,070	950	39,110	2.4	0.9	1.1	0.1
40-50	3,070	4.6	51,440	2,230	49,220	4.3	1.1	1.3	0.2
50-75	6,410	9.7	71,910	6,090	65,820	8.5	3.2	3.7	1.2
75-100	7,160	10.8	100,480	11,530	88,950	11.5	5.0	5.7	2.6
100-200	20,840	31.5	167,090	28,080	139,010	16.8	24.0	25.7	18.1
200-500	15,090	22.8	331,150	75,890	255,260	22.9	34.4	34.2	35.4
500-1,000	2,200	3.3	760,160	214,610	545,550	28.2	11.6	10.7	14.6
More than 1,000	820	1.2	3,348,060	1,086,820	2,261,240	32.5	18.9	16.4	27.4
All	66,160	100.0	219,250	48,920	170,330	22.3	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Number of AMT Taxpayers (millions): 7.4

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law as of 7/19/2021. For more information on TPC's baseline definitions, 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) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(4) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T21-0093
Baseline Distribution of Income and Federal Taxes
Head of Household Tax Units
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2019 dollars) ²	Tax Units		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ³ (Dollars)	Average Federal Tax Rate ⁴	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
Less than 10	590	2.5	7,660	-1,230	8,880	-16.0	0.3	0.3	-0.3
10-20	2,267	9.6	18,051	-2,360	20,410	-13.1	2.3	3.0	-2.1
20-30	3,525	15.0	28,917	-1,700	30,620	-5.9	5.6	6.9	-2.4
30-40	3,361	14.3	39,992	960	39,030	2.4	7.4	8.4	1.3
40-50	2,636	11.2	51,399	3,970	47,430	7.7	7.5	8.0	4.1
50-75	4,515	19.2	70,566	8,310	62,260	11.8	17.6	18.0	14.7
75-100	2,729	11.6	99,239	14,060	85,180	14.2	14.9	14.9	15.1
100-200	3,257	13.8	152,911	28,830	124,090	18.9	27.5	25.9	36.8
200-500	557	2.4	307,207	73,130	234,080	23.8	9.5	8.4	16.0
500-1,000	42	0.2	767,162	222,610	544,550	29.0	1.8	1.5	3.7
More than 1,000	19	0.1	5,515,757	1,777,180	3,738,580	32.2	5.7	4.5	13.1
All	23,543	100.0	77,008	10,830	66,180	14.1	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Number of AMT Taxpayers (millions): 7.4

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Baseline is current law as of 7/19/2021. For more information on TPC's baseline definitions, 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) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(4) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T21-0093
Baseline Distribution of Income and Federal Taxes
Tax Units with Children
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2019 dollars) ²	Tax Units		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ³ (Dollars)	Average Federal Tax Rate ⁴	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
Less than 10	1,000	1.9	7,610	-1,240	8,850	-16.3	0.1	0.1	-0.1
10-20	3,480	6.6	17,930	-2,370	20,300	-13.2	0.7	1.0	-0.4
20-30	5,250	9.9	28,870	-1,670	30,530	-5.8	1.7	2.2	-0.4
30-40	4,930	9.3	40,010	830	39,180	2.1	2.2	2.7	0.2
40-50	3,680	7.0	51,430	3,520	47,910	6.9	2.1	2.5	0.6
50-75	6,730	12.7	70,870	8,020	62,860	11.3	5.2	5.9	2.7
75-100	4,930	9.3	100,150	13,780	86,380	13.8	5.4	6.0	3.4
100-200	12,060	22.8	165,890	30,130	135,760	18.2	21.8	22.9	18.0
200-500	8,770	16.6	331,710	78,130	253,580	23.6	31.7	31.1	34.0
500-1,000	1,340	2.5	759,450	217,750	541,710	28.7	11.1	10.1	14.5
More than 1,000	510	1.0	3,295,290	1,077,090	2,218,200	32.7	18.2	15.7	27.2
All	52,930	100.0	173,370	38,040	135,330	21.9	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Number of AMT Taxpayers (millions): 7.4

* Non-zero value rounded to zero; ** Insufficient data

Note: Tax units with children are those claiming an exemption for children at home or away from home or with children qualifying for the Child Tax Credit or EITC.

(1) Calendar year. Baseline is current law as of 7/19/2021. For more information on TPC's baseline definitions, 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) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(4) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.

Table T21-0093
Baseline Distribution of Income and Federal Taxes
Elderly Tax Units
by Expanded Cash Income Level, 2026 ¹

Expanded Cash Income Level (thousands of 2019 dollars) ²	Tax Units		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ³ (Dollars)	Average Federal Tax Rate ⁴	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
Less than 10	1,770	3.4	6,880	60	6,820	0.8	0.2	0.3	0.0
10-20	7,330	14.1	17,580	190	17,390	1.1	2.4	2.8	0.2
20-30	6,490	12.5	28,500	720	27,780	2.5	3.4	4.0	0.5
30-40	5,580	10.7	40,050	1,250	38,800	3.1	4.1	4.8	0.8
40-50	4,660	8.9	51,380	2,340	49,040	4.6	4.4	5.0	1.2
50-75	7,670	14.7	70,850	5,170	65,680	7.3	10.0	11.1	4.4
75-100	5,660	10.9	99,630	10,180	89,450	10.2	10.3	11.1	6.3
100-200	8,640	16.6	157,320	22,780	134,540	14.5	24.9	25.6	21.6
200-500	3,060	5.9	329,620	70,260	259,360	21.3	18.5	17.4	23.6
500-1,000	440	0.8	765,290	210,650	554,630	27.5	6.1	5.3	10.1
More than 1,000	210	0.4	4,033,140	1,319,110	2,714,030	32.7	15.7	12.7	30.7
All	52,130	100.0	104,680	17,470	87,210	16.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Number of AMT Taxpayers (millions): 7.4

* Non-zero value rounded to zero; ** Insufficient data

Note: Elderly tax units are those with either head or spouse (if filing jointly) age 65 or older.

(1) Calendar year. Baseline is current law as of 7/19/2021. For more information on TPC's baseline definitions, 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) After-tax income is expanded cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); estate tax; and excise taxes.

(4) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, the estate tax, and excise taxes) as a percentage of average expanded cash income.