

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile, 2009¹
Summary Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase				Change (%)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	4.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	10.7
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	17.1
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	20.2
Top Quintile	0.0	2.3	-0.1	100.0	194	0.1	27.7
All	0.0	0.3	-0.1	100.0	29	0.0	22.5
Addendum							
80-90	0.0	0.0	0.0	0.0	0	0.0	23.3
90-95	0.0	0.0	0.0	0.0	0	0.0	25.2
95-99	0.0	0.5	0.0	0.1	1	0.0	27.6
Top 1 Percent	0.0	42.6	-0.3	99.9	3,846	0.2	32.5
Top 0.1 Percent	0.0	97.2	-0.6	79.9	30,376	0.4	35.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

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

(3) The 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 2008 dollars): 20% \$18,817, 40% \$37,394, 60% \$65,833, 80% \$110,366, 90% \$158,788, 95% \$222,324, 99% \$577,544, 99.9% \$2,641,832.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile, 2009¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.8	0.0	4.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	4.0	0.0	10.7
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	10.7	0.0	17.1
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	18.0	0.0	20.2
Top Quintile	0.0	2.3	-0.1	100.0	194	0.3	0.1	66.4	0.1	27.7
All	0.0	0.3	-0.1	100.0	29	0.2	0.0	100.0	0.0	22.5
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	14.1	0.0	23.3
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	10.4	0.0	25.2
95-99	0.0	0.5	0.0	0.1	1	0.0	0.0	16.3	0.0	27.6
Top 1 Percent	0.0	42.6	-0.3	99.9	3,846	0.7	0.1	25.5	0.2	32.5
Top 0.1 Percent	0.0	97.2	-0.6	79.9	30,376	1.1	0.1	13.0	0.4	35.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Lowest Quintile	39,127	26.0	10,662	511	10,151	4.8	3.8	4.7	0.8
Second Quintile	32,954	21.9	27,822	2,981	24,841	10.7	8.4	9.6	4.0
Middle Quintile	30,138	20.1	51,541	8,793	42,748	17.1	14.2	15.2	10.8
Fourth Quintile	25,182	16.8	87,203	17,616	69,587	20.2	20.0	20.6	18.0
Top Quintile	22,132	14.7	267,184	73,811	193,373	27.6	53.9	50.4	66.3
All	150,241	100.0	72,971	16,400	56,571	22.5	100.0	100.0	100.0
Addendum									
80-90	11,191	7.5	133,541	31,073	102,468	23.3	13.6	13.5	14.1
90-95	5,419	3.6	189,093	47,562	141,531	25.2	9.4	9.0	10.5
95-99	4,408	2.9	330,543	91,247	239,296	27.6	13.3	12.4	16.3
Top 1 Percent	1,114	0.7	1,738,230	561,627	1,176,603	32.3	17.7	15.4	25.4
Top 0.1 Percent	113	0.1	7,962,462	2,808,158	5,154,305	35.3	8.2	6.8	12.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 2008 dollars): 20% \$18,817, 40% \$37,394, 60% \$65,833, 80% \$110,366, 90% \$158,788, 95% \$222,324, 99% \$577,544, 99.9% \$2,641,832.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.2	0.0	1.2
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	2.7	0.0	8.7
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	8.6	0.0	15.9
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	17.4	0.0	19.8
Top Quintile	0.0	1.8	-0.1	100.0	151	0.3	0.1	71.0	0.1	27.4
All	0.0	0.3	-0.1	100.0	29	0.2	0.0	100.0	0.0	22.5
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	15.3	0.0	23.2
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	11.6	0.0	24.9
95-99	0.0	0.0	0.0	0.0	0	0.0	0.0	17.4	0.0	27.2
Top 1 Percent	0.0	36.7	-0.3	100.0	3,184	0.7	0.1	26.7	0.2	32.4
Top 0.1 Percent	0.0	94.5	-0.6	81.8	26,186	1.1	0.1	13.5	0.4	35.4

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income Percent of Total	Share of Post-Tax Income Percent of Total	Share of Federal Taxes Percent of Total	
	Number (thousands)	Percent of Total								
Lowest Quintile	32,460	21.6	9,989	118	9,871	1.2	3.0	3.8	0.2	
Second Quintile	31,028	20.7	25,053	2,176	22,877	8.7	7.1	8.4	2.7	
Middle Quintile	29,145	19.4	45,798	7,277	38,521	15.9	12.2	13.2	8.6	
Fourth Quintile	28,507	19.0	76,067	15,076	60,991	19.8	19.8	20.5	17.4	
Top Quintile	28,392	18.9	225,127	61,540	163,587	27.3	58.3	54.7	70.9	
All	150,241	100.0	72,971	16,400	56,571	22.5	100.0	100.0	100.0	
Addendum										
80-90	14,303	9.5	114,123	26,429	87,693	23.2	14.9	14.8	15.3	
90-95	7,169	4.8	160,527	39,974	120,553	24.9	10.5	10.2	11.6	
95-99	5,572	3.7	283,108	76,999	206,109	27.2	14.4	13.5	17.4	
Top 1 Percent	1,347	0.9	1,507,505	485,096	1,022,409	32.2	18.5	16.2	26.5	
Top 0.1 Percent	134	0.1	7,002,295	2,455,694	4,546,600	35.1	8.6	7.2	13.4	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,838, 40% \$24,199, 60% \$41,669, 80% \$66,989, 90% \$95,372, 95% \$133,902, 99% \$343,596, 99.9% \$1,596,239.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Single Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.6	0.0	6.7
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	5.3	0.0	11.0
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	12.7	0.0	17.9
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	20.7	0.0	21.2
Top Quintile	0.0	1.5	-0.1	100.0	80	0.2	0.1	59.6	0.1	28.0
All	0.0	0.2	0.0	100.0	11	0.1	0.0	100.0	0.0	22.2
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	15.4	0.0	24.1
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	10.8	0.0	25.5
95-99	0.0	0.0	0.0	0.0	0	0.0	0.0	14.0	0.0	27.1
Top 1 Percent	0.0	40.2	-0.3	100.0	2,140	0.6	0.1	19.4	0.2	35.2
Top 0.1 Percent	0.0	96.7	-0.6	78.8	19,178	1.0	0.1	9.7	0.4	39.9

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income Percent of Total	Share of Post-Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Lowest Quintile	18,039	27.8	7,610	509	7,101	6.7	5.2	6.2	1.6
Second Quintile	14,843	22.9	18,928	2,086	16,841	11.0	10.6	12.1	5.3
Middle Quintile	12,508	19.3	33,298	5,958	27,341	17.9	15.7	16.6	12.7
Fourth Quintile	10,540	16.2	54,285	11,532	42,753	21.2	21.6	21.9	20.8
Top Quintile	8,667	13.3	144,048	40,217	103,831	27.9	47.2	43.7	59.5
All	64,958	100.0	40,737	9,015	31,721	22.1	100.0	100.0	100.0
Addendum									
80-90	4,623	7.1	81,126	19,565	61,561	24.1	14.2	13.8	15.5
90-95	2,176	3.4	113,900	28,985	84,915	25.5	9.4	9.0	10.8
95-99	1,544	2.4	195,335	53,017	142,318	27.1	11.4	10.7	14.0
Top 1 Percent	323	0.5	1,001,370	349,844	651,525	34.9	12.2	10.2	19.3
Top 0.1 Percent	28	0.0	5,006,864	1,976,996	3,029,869	39.5	5.4	4.2	9.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,838, 40% \$24,199, 60% \$41,669, 80% \$66,989, 90% \$95,372, 95% \$133,902, 99% \$343,596, 99.9% \$1,596,239.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Married Tax Units Filing Jointly

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.1	0.0	1.1
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.3	0.0	8.3
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	5.6	0.0	14.5
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	15.4	0.0	19.1
Top Quintile	0.0	1.8	-0.1	100.0	181	0.3	0.0	77.5	0.1	27.2
All	0.0	0.6	-0.1	100.0	55	0.2	0.0	100.0	0.1	23.6
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	15.5	0.0	22.8
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	12.5	0.0	24.7
95-99	0.0	0.0	0.0	0.0	0	0.0	0.0	19.5	0.0	27.2
Top 1 Percent	0.0	33.9	-0.3	100.0	3,398	0.7	0.1	30.0	0.2	31.8
Top 0.1 Percent	0.0	93.6	-0.6	82.4	27,656	1.1	0.1	14.9	0.4	34.6

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Lowest Quintile	6,660	11.2	13,236	146	13,091	1.1	1.2	1.6	0.1
Second Quintile	8,579	14.4	32,128	2,654	29,475	8.3	3.8	4.6	1.3
Middle Quintile	10,999	18.5	59,062	8,588	50,474	14.5	9.0	10.1	5.6
Fourth Quintile	14,841	25.0	92,393	17,603	74,790	19.1	19.1	20.2	15.4
Top Quintile	18,130	30.5	266,731	72,437	194,294	27.2	67.2	64.0	77.5
All	59,479	100.0	121,042	28,499	92,543	23.5	100.0	100.0	100.0
Addendum									
80-90	8,685	14.6	133,057	30,286	102,771	22.8	16.1	16.2	15.5
90-95	4,690	7.9	183,475	45,343	138,132	24.7	12.0	11.8	12.6
95-99	3,788	6.4	321,131	87,446	233,684	27.2	16.9	16.1	19.5
Top 1 Percent	967	1.6	1,658,532	523,799	1,134,734	31.6	22.3	19.9	29.9
Top 0.1 Percent	98	0.2	7,480,498	2,560,665	4,919,833	34.2	10.2	8.7	14.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,838, 40% \$24,199, 60% \$41,669, 80% \$66,989, 90% \$95,372, 95% \$133,902, 99% \$343,596, 99.9% \$1,596,239.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Head of Household Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-5.0	0.0	-6.9
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	9.2	0.0	5.8
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	28.2	0.0	15.6
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	29.0	0.0	20.5
Top Quintile	0.0	2.1	-0.1	100.0	103	0.2	0.1	38.5	0.1	26.3
All	0.0	0.1	0.0	100.0	5	0.1	0.0	100.0	0.0	14.3
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	14.1	0.0	23.9
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	5.9	0.0	25.0
95-99	0.0	1.3	0.0	0.4	3	0.0	0.0	8.1	0.0	26.0
Top 1 Percent	0.0	67.0	-0.4	99.6	3,612	0.8	0.1	10.4	0.3	32.0
Top 0.1 Percent	0.0	97.1	-0.6	66.7	27,652	1.2	0.1	5.0	0.4	35.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre- Tax Income Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Lowest Quintile	7,492	32.2	12,873	-883	13,755	-6.9	10.4	12.9	-5.0
Second Quintile	7,197	30.9	29,389	1,710	27,679	5.8	22.7	25.0	9.2
Middle Quintile	4,919	21.1	48,983	7,643	41,340	15.6	25.9	25.5	28.2
Fourth Quintile	2,512	10.8	75,107	15,422	59,685	20.5	20.3	18.8	29.0
Top Quintile	1,121	4.8	174,196	45,733	128,463	26.3	21.0	18.1	38.4
All	23,292	100.0	39,985	5,729	34,257	14.3	100.0	100.0	100.0
Addendum									
80-90	722	3.1	109,115	26,056	83,059	23.9	8.5	7.5	14.1
90-95	211	0.9	148,521	37,092	111,429	25.0	3.4	2.9	5.9
95-99	157	0.7	266,189	69,216	196,973	26.0	4.5	3.9	8.1
Top 1 Percent	32	0.1	1,365,137	432,942	932,195	31.7	4.7	3.7	10.3
Top 0.1 Percent	3	0.0	6,849,474	2,376,508	4,472,966	34.7	2.1	1.6	5.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,838, 40% \$24,199, 60% \$41,669, 80% \$66,989, 90% \$95,372, 95% \$133,902, 99% \$343,596, 99.9% \$1,596,239.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Tax Units with Children

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	-1.2	0.0	-8.6
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	2.1	0.0	6.0
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	10.1	0.0	15.8
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	20.0	0.0	20.7
Top Quintile	0.0	2.3	-0.1	100.0	213	0.3	0.1	68.9	0.1	28.1
All	0.0	0.4	-0.1	100.0	37	0.2	0.0	100.0	0.0	22.1
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	15.9	0.0	24.2
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	11.1	0.0	25.9
95-99	0.0	0.2	0.0	0.0	0	0.0	0.0	17.1	0.0	28.0
Top 1 Percent	0.0	49.6	-0.4	100.0	4,567	0.7	0.1	24.9	0.2	32.7
Top 0.1 Percent	0.0	99.0	-0.6	75.8	35,936	1.1	0.1	12.0	0.4	35.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	9,589	19.9	14,079	-1,212	15,291	-8.6	3.0	4.2	-1.2	
Second Quintile	10,112	21.0	33,424	2,017	31,407	6.0	7.5	9.1	2.1	
Middle Quintile	10,467	21.8	60,702	9,560	51,142	15.8	14.2	15.3	10.1	
Fourth Quintile	9,545	19.9	100,372	20,740	79,632	20.7	21.4	21.7	20.0	
Top Quintile	8,241	17.1	295,178	82,692	212,487	28.0	54.2	50.1	68.9	
All	48,094	100.0	93,286	20,575	72,712	22.1	100.0	100.0	100.0	
Addendum										
80-90	4,286	8.9	151,634	36,715	114,919	24.2	14.5	14.1	15.9	
90-95	1,976	4.1	214,206	55,546	158,661	25.9	9.4	9.0	11.1	
95-99	1,593	3.3	379,592	106,303	273,289	28.0	13.5	12.5	17.1	
Top 1 Percent	385	0.8	1,959,468	636,151	1,323,317	32.5	16.8	14.6	24.8	
Top 0.1 Percent	37	0.1	9,153,214	3,180,991	5,972,223	34.8	7.6	6.3	11.9	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

Note: Tax units with children are those claiming an exemption for children at home or away from home.

(1) Calendar year. Baseline is current law. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,838, 40% \$24,199, 60% \$41,669, 80% \$66,989, 90% \$95,372, 95% \$133,902, 99% \$343,596, 99.9% \$1,596,239.

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

(5) 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.

(6) 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.

Table T08-0075
Proposed Surtax of 0.47% of Modified AGI Over \$500,000 (\$1 Million for Joint Returns)
Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Elderly Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Percent Change in After-Tax Income ⁵	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	0.4	0.0	2.8
Second Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	1.8	0.0	4.5
Middle Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	3.1	0.0	7.1
Fourth Quintile	0.0	0.0	0.0	0.0	0	0.0	0.0	12.1	0.0	13.2
Top Quintile	0.0	2.0	-0.1	100.0	171	0.3	0.0	82.6	0.1	26.9
All	0.0	0.4	-0.1	100.0	32	0.2	0.0	100.0	0.1	20.2
Addendum										
80-90	0.0	0.0	0.0	0.0	0	0.0	0.0	11.6	0.0	18.4
90-95	0.0	0.0	0.0	0.0	0	0.0	0.0	10.3	0.0	21.3
95-99	0.0	0.0	0.0	0.0	0	0.0	-0.1	20.3	0.0	26.1
Top 1 Percent	0.0	30.7	-0.3	100.0	2,572	0.6	0.1	40.4	0.2	34.1
Top 0.1 Percent	0.0	93.1	-0.6	85.6	21,787	1.0	0.2	20.7	0.4	37.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	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	5,772	20.2	9,883	272	9,611	2.8	2.8	3.4	0.4
Second Quintile	7,645	26.7	21,030	943	20,087	4.5	7.9	9.5	1.8
Middle Quintile	4,342	15.2	41,074	2,910	38,164	7.1	8.8	10.2	3.1
Fourth Quintile	5,435	19.0	68,981	9,104	59,877	13.2	18.5	20.1	12.1
Top Quintile	5,424	18.9	231,643	62,034	169,609	26.8	62.0	56.9	82.5
All	28,639	100.0	70,728	14,236	56,492	20.1	100.0	100.0	100.0
Addendum									
80-90	2,469	8.6	103,941	19,161	84,780	18.4	12.7	12.9	11.6
90-95	1,363	4.8	145,607	30,962	114,645	21.3	9.8	9.7	10.4
95-99	1,231	4.3	257,948	67,265	190,683	26.1	15.7	14.5	20.3
Top 1 Percent	361	1.3	1,340,647	454,903	885,744	33.9	23.9	19.8	40.3
Top 0.1 Percent	36	0.1	6,159,997	2,298,956	3,861,041	37.3	11.1	8.7	20.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-4).

Number of AMT Taxpayers (millions). Baseline: 30.1 Proposal: 30.1

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. Proposal implements a surtax of 0.47 percent of modified adjusted gross income (AGI less the investment interest expense deduction) in excess of \$500,000 (\$1 million for joint returns). The surtax is not included in regular income tax liability for purposes of calculating AMT liability or nonrefundable credits. The income threshold is not indexed.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The 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 incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,838, 40% \$24,199, 60% \$41,669, 80% \$66,989, 90% \$95,372, 95% \$133,902, 99% \$343,596, 99.9% \$1,596,239.

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

(5) 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.

(6) 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.