

**Table T09-0155**  
**Administration's Fiscal Year 2010 Budget Proposals**  
**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017<sup>1</sup>**  
**Summary Table**

Cash Income Level (thousands of 2009 dollars) <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 (\$)	Average Federal Tax Rate <sup>5</sup>	
	With Tax Cut	With Tax Increase				Change (%) Points)	Under the Proposal
<b>Less than 10</b>	68.3	0.0	6.1	-12.3	-348	-5.7	0.4
<b>10-20</b>	69.0	0.3	3.5	-31.1	-587	-3.3	1.6
<b>20-30</b>	67.8	0.2	2.1	-29.5	-555	-1.9	6.1
<b>30-40</b>	76.4	0.2	1.6	-23.9	-579	-1.4	10.6
<b>40-50</b>	84.4	0.2	1.4	-18.6	-628	-1.2	14.1
<b>50-75</b>	86.4	0.1	1.1	-36.3	-675	-0.9	16.9
<b>75-100</b>	78.5	0.2	0.8	-22.6	-617	-0.6	18.6
<b>100-200</b>	66.8	0.8	0.5	-37.1	-609	-0.4	21.0
<b>200-500</b>	14.3	50.1	-0.9	43.6	2,294	0.7	24.7
<b>500-1,000</b>	6.1	88.1	-3.4	60.4	20,294	2.6	27.9
<b>More than 1,000</b>	3.2	92.9	-5.9	208.0	143,066	4.3	32.2
<b>All</b>	70.2	3.7	-0.3	100.0	257	0.3	21.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

Number of AMT Taxpayers (millions). Baseline: 6.7

Proposal: 4.0

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28

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

(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.

**Table T09-0155**  
**Administration's Fiscal Year 2010 Budget Proposals**  
**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017 <sup>1</sup>**  
**Detail Table**

Cash Income Level (thousands of 2009 dollars) <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
Less than 10	68.3	0.0	6.1	-12.3	-348	-92.8	-0.2	0.0	-5.7	0.4
10-20	69.0	0.3	3.5	-31.1	-587	-67.8	-0.4	0.2	-3.3	1.6
20-30	67.8	0.2	2.1	-29.5	-555	-23.8	-0.4	1.2	-1.9	6.1
30-40	76.4	0.2	1.6	-23.9	-579	-11.8	-0.3	2.3	-1.4	10.6
40-50	84.4	0.2	1.4	-18.6	-628	-7.8	-0.3	2.9	-1.2	14.1
50-75	86.4	0.1	1.1	-36.3	-675	-5.2	-0.6	8.5	-0.9	16.9
75-100	78.5	0.2	0.8	-22.6	-617	-3.2	-0.4	9.0	-0.6	18.6
100-200	66.8	0.8	0.5	-37.1	-609	-1.8	-0.8	26.6	-0.4	21.0
200-500	14.3	50.1	-0.9	43.6	2,294	2.9	0.3	20.3	0.7	24.7
500-1,000	6.1	88.1	-3.4	60.4	20,294	10.1	0.7	8.5	2.6	27.9
More than 1,000	3.2	92.9	-5.9	208.0	143,066	15.3	2.5	20.3	4.3	32.2
All	70.2	3.7	-0.3	100.0	257	1.3	0.0	100.0	0.3	21.0

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2017 <sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <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 Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	15,235	9.1	6,128	376	5,752	6.1	0.6	0.7	0.2
10-20	22,814	13.6	17,765	866	16,899	4.9	2.6	3.1	0.6
20-30	22,859	13.7	29,352	2,331	27,020	7.9	4.2	4.9	1.6
30-40	17,762	10.6	40,959	4,926	36,032	12.0	4.6	5.1	2.7
40-50	12,750	7.6	52,812	8,096	44,715	15.3	4.2	4.5	3.2
50-75	23,157	13.8	72,610	12,907	59,703	17.8	10.6	11.0	9.1
75-100	15,801	9.4	102,167	19,591	82,576	19.2	10.2	10.4	9.4
100-200	26,251	15.7	160,325	34,336	125,989	21.4	26.5	26.3	27.5
200-500	8,189	4.9	332,733	80,011	252,721	24.1	17.2	16.4	20.0
500-1,000	1,281	0.8	795,956	201,370	594,586	25.3	6.4	6.1	7.9
More than 1,000	626	0.4	3,342,190	934,004	2,408,185	28.0	13.2	12.0	17.8
All	167,465	100.0	94,762	19,596	75,167	20.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

Number of AMT Taxpayers (millions). Baseline: 6.7 Proposal: 4.0

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

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

(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.

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**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017 <sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Level (thousands of 2009 dollars) <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
Less than 10	68.5	0.0	5.4	50.9	-299	-53.1	-0.4	0.4	-4.9	4.3
10-20	61.4	0.5	2.3	80.2	-363	-23.4	-0.6	2.0	-2.1	6.7
20-30	57.7	0.1	1.3	70.0	-340	-10.8	-0.5	4.5	-1.2	9.6
30-40	71.0	0.0	1.2	56.3	-401	-6.6	-0.4	6.1	-1.0	13.8
40-50	83.7	0.0	1.1	42.5	-453	-4.7	-0.3	6.6	-0.9	17.5
50-75	84.8	0.0	0.8	72.2	-466	-3.0	-0.4	17.8	-0.7	20.8
75-100	61.7	0.0	0.3	19.9	-258	-1.1	-0.1	13.5	-0.3	22.7
100-200	11.4	1.9	0.1	5.8	-78	-0.2	0.1	21.3	-0.1	24.0
200-500	5.7	70.1	-1.5	-64.9	3,809	4.6	0.6	11.5	1.1	26.1
500-1,000	4.5	83.2	-3.4	-54.2	19,912	9.8	0.5	4.7	2.5	28.6
More than 1,000	0.7	90.3	-5.9	-179.5	133,855	13.3	1.5	11.7	4.1	34.8
All	63.5	1.6	0.2	100.0	-86	-0.8	0.0	100.0	-0.2	20.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2017 <sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <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-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Pre-Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	10,917	14.6	6,111	563	5,547	9.2	1.6	1.9	0.7
10-20	14,145	19.0	17,666	1,551	16,115	8.8	6.1	7.0	2.6
20-30	13,202	17.7	29,277	3,162	26,115	10.8	9.4	10.6	5.0
30-40	9,000	12.1	40,778	6,045	34,734	14.8	8.9	9.6	6.5
40-50	6,002	8.0	52,703	9,696	43,008	18.4	7.7	7.9	6.9
50-75	9,922	13.3	71,984	15,426	56,558	21.4	17.4	17.2	18.2
75-100	4,940	6.6	100,800	23,150	77,650	23.0	12.1	11.7	13.6
100-200	4,748	6.4	155,733	37,510	118,223	24.1	18.0	17.2	21.1
200-500	1,093	1.5	335,909	83,782	252,128	24.9	8.9	8.4	10.9
500-1,000	174	0.2	782,418	203,564	578,855	26.0	3.3	3.1	4.2
More than 1,000	86	0.1	3,269,296	1,005,140	2,264,156	30.7	6.8	6.0	10.3
All	74,602	100.0	55,098	11,291	43,807	20.5	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

(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

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

(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.

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**Administration's Fiscal Year 2010 Budget Proposals**  
**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017<sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Level (thousands of 2009 dollars) <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
Less than 10	49.6	0.0	6.2	-1.0	-303	-99.6	0.0	0.0	-5.9	0.0
10-20	71.1	0.0	4.9	-4.3	-861	-144.2	-0.1	0.0	-4.7	-1.5
20-30	71.5	0.1	3.3	-6.5	-916	-60.3	-0.2	0.1	-3.1	2.0
30-40	69.1	0.9	2.4	-5.9	-894	-27.2	-0.2	0.5	-2.2	5.8
40-50	75.2	0.3	2.1	-5.6	-986	-17.6	-0.2	0.7	-1.9	8.7
50-75	83.2	0.1	1.5	-12.6	-938	-9.3	-0.5	3.5	-1.3	12.5
75-100	88.9	0.3	1.0	-11.9	-862	-5.0	-0.5	6.4	-0.8	15.9
100-200	83.8	0.2	0.6	-24.7	-778	-2.3	-1.6	29.2	-0.5	20.2
200-500	15.8	46.5	-0.8	21.9	2,015	2.5	-0.1	24.9	0.6	24.5
500-1,000	6.3	88.9	-3.4	34.4	20,342	10.1	0.7	10.5	2.6	27.8
More than 1,000	3.8	93.1	-5.9	116.4	141,932	15.7	2.7	24.2	4.3	31.8
All	71.0	7.5	-0.8	100.0	997	2.9	0.0	100.0	0.6	22.1

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2017<sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <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-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Pre- Tax Income Percent of Total	Post- Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	1,991	3.2	5,173	304	4,869	5.9	0.1	0.1	0.0
10-20	3,134	5.0	18,155	597	17,558	3.3	0.6	0.7	0.1
20-30	4,456	7.1	29,515	1,518	27,997	5.1	1.3	1.6	0.3
30-40	4,170	6.6	41,272	3,285	37,987	8.0	1.7	2.0	0.6
40-50	3,564	5.7	53,048	5,608	47,441	10.6	1.9	2.1	0.9
50-75	8,441	13.4	73,582	10,112	63,470	13.7	6.1	6.8	3.9
75-100	8,693	13.8	103,145	17,213	85,931	16.7	8.9	9.4	6.9
100-200	19,961	31.6	162,169	33,556	128,613	20.7	32.0	32.3	30.8
200-500	6,842	10.8	332,093	79,329	252,764	23.9	22.5	21.8	25.0
500-1,000	1,063	1.7	798,676	201,401	597,275	25.2	8.4	8.0	9.8
More than 1,000	516	0.8	3,301,793	906,572	2,395,221	27.5	16.9	15.6	21.5
All	63,115	100.0	160,242	34,470	125,773	21.5	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

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(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.

**Table T09-0155**  
**Administration's Fiscal Year 2010 Budget Proposals**  
**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Level (thousands of 2009 dollars) <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
Less than 10	83.2	0.0	8.4	8.6	-640	124.7	-0.8	-1.4	-9.0	-16.3
10-20	87.2	0.0	5.5	33.3	-1,031	116.8	-3.1	-5.4	-5.8	-10.7
20-30	89.7	0.6	2.8	24.4	-812	-121.7	-2.0	-0.4	-2.8	-0.5
30-40	93.7	0.1	1.8	17.2	-657	-16.5	-0.8	7.6	-1.6	8.1
40-50	96.4	0.2	1.3	10.0	-575	-7.6	0.0	10.5	-1.1	13.2
50-75	95.9	0.0	1.1	17.5	-675	-5.5	0.7	26.0	-0.9	16.1
75-100	77.3	0.0	0.6	5.7	-499	-2.4	1.1	19.9	-0.5	19.8
100-200	16.7	0.4	0.1	1.3	-163	-0.5	1.8	23.7	-0.1	22.6
200-500	9.7	54.8	-1.0	-3.0	2,561	3.2	0.9	8.5	0.8	25.0
500-1,000	7.8	87.9	-3.2	-3.7	19,220	10.4	0.6	3.4	2.5	26.1
More than 1,000	0.4	98.1	-6.2	-11.4	142,939	15.4	1.5	7.4	4.4	33.0
All	85.8	0.7	1.4	100.0	-600	-8.0	0.0	100.0	-1.2	13.5

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2017 <sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <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 Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	2,203	8.1	7,096	-513	7,610	-7.2	1.1	1.4	-0.6
10-20	5,282	19.4	17,817	-882	18,699	-5.0	6.7	8.3	-2.3
20-30	4,916	18.0	29,377	667	28,710	2.3	10.3	11.8	1.6
30-40	4,293	15.8	40,991	3,987	37,003	9.7	12.6	13.3	8.4
40-50	2,839	10.4	52,683	7,531	45,152	14.3	10.7	10.7	10.4
50-75	4,236	15.6	72,016	12,248	59,767	17.0	21.8	21.2	25.3
75-100	1,871	6.9	101,150	20,550	80,601	20.3	13.5	12.6	18.8
100-200	1,315	4.8	150,485	34,190	116,295	22.7	14.1	12.8	21.9
200-500	192	0.7	334,180	81,009	253,171	24.2	4.6	4.1	7.6
500-1,000	32	0.1	784,301	185,593	598,708	23.7	1.8	1.6	2.9
More than 1,000	13	0.1	3,240,237	925,597	2,314,640	28.6	3.0	2.5	5.9
All	27,245	100.0	51,423	7,521	43,902	14.6	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

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

(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.

**Table T09-0155**  
**Administration's Fiscal Year 2010 Budget Proposals**  
**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017 <sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Level (thousands of 2009 dollars) <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
Less than 10	82.1	0.0	8.9	-16.8	-672	89.0	-0.1	-0.3	-9.9	-21.1
10-20	96.2	0.0	6.7	-67.8	-1,292	79.7	-0.6	-1.3	-7.3	-16.4
20-30	97.2	0.1	3.9	-61.9	-1,136	11,189.9	-0.5	-0.5	-3.9	-3.9
30-40	98.4	0.1	2.7	-48.7	-1,000	-29.4	-0.4	1.0	-2.4	5.9
40-50	99.1	0.1	2.1	-37.1	-984	-14.1	-0.3	1.9	-1.9	11.4
50-75	98.7	0.0	1.6	-70.9	-983	-8.5	-0.7	6.4	-1.4	14.5
75-100	93.0	0.4	1.1	-49.8	-910	-4.9	-0.5	8.1	-0.9	17.3
100-200	85.2	0.4	0.7	-92.4	-901	-2.6	-1.0	28.8	-0.6	20.9
200-500	16.8	46.5	-0.8	67.0	1,925	2.4	0.4	24.3	0.6	25.3
500-1,000	3.5	94.8	-3.9	119.7	22,812	10.8	0.9	10.3	2.9	29.5
More than 1,000	1.0	97.8	-6.6	359.7	154,877	16.3	2.8	21.4	4.7	33.7
All	86.6	4.9	-0.2	100.0	204	0.8	0.0	100.0	0.2	21.0

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2017 <sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <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 Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	2,595	5.1	6,785	-756	7,540	-11.1	0.3	0.4	-0.2
10-20	5,461	10.7	17,790	-1,622	19,412	-9.1	1.6	2.3	-0.7
20-30	5,669	11.1	29,309	-10	29,320	0.0	2.8	3.5	0.0
30-40	5,070	9.9	41,044	3,404	37,640	8.3	3.5	4.0	1.4
40-50	3,920	7.7	52,884	7,003	45,882	13.2	3.5	3.8	2.2
50-75	7,506	14.7	73,020	11,587	61,433	15.9	9.2	9.8	7.0
75-100	5,690	11.1	102,722	18,685	84,037	18.2	9.8	10.1	8.6
100-200	10,667	20.9	161,284	34,615	126,669	21.5	28.9	28.6	29.8
200-500	3,622	7.1	331,083	81,974	249,108	24.8	20.1	19.1	23.9
500-1,000	546	1.1	795,506	211,926	583,581	26.6	7.3	6.8	9.3
More than 1,000	242	0.5	3,286,010	951,222	2,334,788	29.0	13.3	12.0	18.5
All	51,137	100.0	116,581	24,258	92,323	20.8	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

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

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

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

(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.

**Table T09-0155**  
**Administration's Fiscal Year 2010 Budget Proposals**  
**Major Individual Income Tax Provisions**  
**Baseline: Administration Baseline**  
**Distribution of Federal Tax Change by Cash Income Level, 2017 <sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Level (thousands of 2009 dollars) <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
Less than 10	19.1	0.0	1.1	-0.5	-65	-27.0	0.0	0.1	-1.1	2.9
10-20	16.2	0.0	0.5	-1.8	-86	-17.0	-0.1	0.4	-0.5	2.3
20-30	15.9	0.0	0.3	-2.2	-86	-9.6	-0.1	0.9	-0.3	2.8
30-40	21.8	0.0	0.3	-1.8	-116	-6.4	-0.1	1.1	-0.3	4.2
40-50	24.7	0.1	0.3	-1.0	-132	-5.3	-0.1	0.8	-0.3	4.5
50-75	31.2	0.0	0.3	-2.6	-180	-2.8	-0.3	3.9	-0.3	8.7
75-100	42.6	0.1	0.3	-3.7	-282	-2.1	-0.5	7.3	-0.3	12.9
100-200	38.9	0.8	0.2	-5.4	-246	-0.9	-1.4	25.3	-0.2	16.8
200-500	8.9	53.8	-1.1	20.9	2,944	4.1	-0.1	22.5	0.9	22.1
500-1,000	7.1	80.6	-2.7	18.5	16,245	8.6	0.4	9.9	2.0	25.7
More than 1,000	3.5	91.9	-5.3	79.5	131,784	13.8	2.3	27.9	3.8	31.7
All	24.8	4.1	-0.9	100.0	744	4.4	0.0	100.0	0.7	17.4

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2017 <sup>1</sup>**

Cash Income Level (thousands of 2009 dollars) <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 Percent of Total	Share of Post- Tax Income Percent of Total	Share of Federal Taxes Percent of Total
	Number (thousands)	Percent of Total							
Less than 10	1,852	5.3	6,147	240	5,907	3.9	0.3	0.4	0.1
10-20	5,347	15.3	18,393	506	17,887	2.8	2.8	3.3	0.5
20-30	6,566	18.8	29,413	901	28,513	3.1	5.5	6.4	1.0
30-40	4,059	11.6	40,752	1,808	38,943	4.4	4.7	5.4	1.3
40-50	2,012	5.8	52,579	2,506	50,073	4.8	3.0	3.4	0.9
50-75	3,712	10.6	73,495	6,544	66,951	8.9	7.8	8.5	4.1
75-100	3,389	9.7	102,388	13,502	88,886	13.2	9.9	10.3	7.8
100-200	5,760	16.5	160,774	27,187	133,587	16.9	26.3	26.3	26.7
200-500	1,853	5.3	336,349	71,447	264,902	21.2	17.7	16.8	22.5
500-1,000	296	0.9	797,727	188,646	609,082	23.7	6.7	6.2	9.5
More than 1,000	157	0.5	3,436,875	958,312	2,478,563	27.9	15.4	13.3	25.6
All	35,022	100.0	100,433	16,772	83,660	16.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0309-1).

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

(1) Calendar year. Baseline is Administration baseline (extends all of the individual income tax provisions included in 2001 EGTRRA and 2003 JGTRRA; maintains the estate tax at its 2009 parameters; extends the 2009 AMT Patch and indexes the AMT exemption, rate bracket threshold, and phase-out exemption threshold for inflation). Proposal extends the Making Work Pay Credit, the Earned Income Tax Credit expansion; the Saver's credit expansion; creates automatic 401(k)s and IRAs; and extends the American Opportunity Tax Credit; reinstates the 36 percent and 39.6 percent rates; reinstates the personal exemption phaseout and limitation on itemized deductions for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); imposes a 20 percent rate on capital gains and qualified dividends for those taxpayers with AGI over \$250,000 (married) and \$200,000 (single); and limits the tax rate at which itemized deductions reduce tax liability to 28 percent.

(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>

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