

Table T09-0206
Distribution of Tax Units with Zero or Negative Individual Income Tax Liability by Cash Income Level
Obama Administration Budget Proposal, 2012 ¹

Cash Income Level (thousands of 2009 dollars) ²	Tax Units ³		Number of Tax Units with No Liability (thousands) ⁴	Percent of Class with No Liability ⁴
	Number of Tax Units (thousands)	Percent of Total		
Less than 10	16,013	10.2	15,877	99.2
10-20	23,194	14.7	16,422	70.8
20-30	22,014	14.0	12,058	54.8
30-40	16,088	10.2	6,747	41.9
40-50	12,539	8.0	3,479	27.7
50-75	22,724	14.4	3,427	15.1
75-100	15,284	9.7	1,278	8.4
100-200	21,316	13.5	816	3.8
200-500	5,894	3.7	59	1.0
500-1,000	1,021	0.6	14	1.4
More than 1,000	519	0.3	3	0.6
All	157,316	100.0	60,875	38.7

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

(1) Calendar year. Budget 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) Includes those with zero or negative liability.