

**Table T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2012 <sup>1</sup>**  
**Summary Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase				Change (%)	Under the Proposal
Lowest Quintile	0.0	24.6	-0.6	0.8	66	0.6	5.2
Second Quintile	0.0	77.9	-2.2	6.6	575	2.0	12.3
Middle Quintile	0.0	93.1	-2.2	10.0	958	1.8	18.3
Fourth Quintile	0.0	98.6	-2.8	17.5	2,005	2.3	21.7
Top Quintile	0.0	99.4	-4.1	65.0	8,507	3.0	28.3
All	0.0	73.6	-3.2	100.0	1,938	2.5	23.5
<b>Addendum</b>							
80-90	0.0	99.4	-3.5	14.6	3,795	2.7	24.7
90-95	0.0	99.4	-3.4	9.7	5,169	2.6	25.8
95-99	0.0	99.4	-3.4	13.3	8,706	2.5	27.7
Top 1 Percent	0.0	99.4	-5.4	27.4	70,238	3.9	32.6
Top 0.1 Percent	0.0	99.3	-6.4	14.6	370,251	4.4	35.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

Number of AMT Taxpayers (millions). Baseline: 5.0

Proposal: 19.7

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates; set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly; and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$19,356, 40% \$37,493, 60% \$65,656, 80% \$111,659, 90% \$161,739, 95% \$226,402, 99% \$599,181, 99.9% \$2,727,123.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile, 2012<sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	24.6	-0.6	0.8	66	12.4	0.0	0.8	0.6	5.2
Second Quintile	0.0	77.9	-2.2	6.6	575	19.4	0.3	4.4	2.0	12.3
Middle Quintile	0.0	93.1	-2.2	10.0	958	11.1	-0.1	10.8	1.8	18.3
Fourth Quintile	0.0	98.6	-2.8	17.5	2,005	11.6	-0.1	18.3	2.3	21.7
Top Quintile	0.0	99.4	-4.1	65.0	8,507	12.0	-0.1	65.5	3.0	28.3
All	0.0	73.6	-3.2	100.0	1,938	12.2	0.0	100.0	2.5	23.5
<b>Addendum</b>										
80-90	0.0	99.4	-3.5	14.6	3,795	12.5	0.0	14.2	2.7	24.7
90-95	0.0	99.4	-3.4	9.7	5,169	11.4	-0.1	10.3	2.6	25.8
95-99	0.0	99.4	-3.4	13.3	8,706	10.0	-0.3	15.8	2.5	27.7
Top 1 Percent	0.0	99.4	-5.4	27.4	70,238	13.4	0.3	25.2	3.9	32.6
Top 0.1 Percent	0.0	99.3	-6.4	14.6	370,251	14.2	0.2	12.7	4.4	35.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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								
Lowest Quintile	38,450	24.4	11,600	536	11,064	4.6	3.7	4.5	0.8	
Second Quintile	34,947	22.2	28,852	2,970	25,882	10.3	8.4	9.6	4.1	
Middle Quintile	31,868	20.3	52,224	8,617	43,606	16.5	13.9	14.7	10.9	
Fourth Quintile	26,646	16.9	88,978	17,314	71,663	19.5	19.8	20.2	18.4	
Top Quintile	23,298	14.8	280,229	70,664	209,565	25.2	54.5	51.5	65.6	
All	157,348	100.0	76,169	15,953	60,215	20.9	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	11,720	7.5	138,385	30,374	108,011	22.0	13.5	13.4	14.2	
90-95	5,734	3.6	196,549	45,448	151,101	23.1	9.4	9.1	10.4	
95-99	4,655	3.0	345,574	86,905	258,669	25.2	13.4	12.7	16.1	
Top 1 Percent	1,190	0.8	1,825,188	525,544	1,299,644	28.8	18.1	16.3	24.9	
Top 0.1 Percent	120	0.1	8,367,274	2,608,784	5,758,490	31.2	8.4	7.3	12.5	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

Number of AMT Taxpayers (millions). Baseline: 5.0 Proposal: 19.7

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates; set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly; and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$19,356, 40% \$37,493, 60% \$65,656, 80% \$111,659, 90% \$161,739, 95% \$226,402, 99% \$599,181, 99.9% \$2,727,123.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
<b>Lowest Quintile</b>	0.0	21.2	-1.1	1.2	119	104.4	0.1	0.3	1.1	2.1
<b>Second Quintile</b>	0.0	69.4	-2.6	6.7	628	28.3	0.4	3.3	2.4	10.9
<b>Middle Quintile</b>	0.0	88.0	-2.4	9.8	961	13.7	0.1	8.8	2.1	17.2
<b>Fourth Quintile</b>	0.0	98.3	-2.7	16.7	1,699	11.6	-0.1	17.5	2.2	21.1
<b>Top Quintile</b>	0.0	99.0	-3.8	65.5	6,673	11.3	-0.6	70.1	2.8	28.0
<b>All</b>	0.0	73.6	-3.2	100.0	1,938	12.2	0.0	100.0	2.5	23.5
<b>Addendum</b>										
<b>80-90</b>	0.0	98.9	-3.0	13.4	2,721	10.5	-0.2	15.3	2.3	24.4
<b>90-95</b>	0.0	99.2	-3.2	10.0	4,051	10.4	-0.2	11.5	2.4	25.7
<b>95-99</b>	0.0	99.1	-3.3	14.1	7,256	9.9	-0.4	17.0	2.5	27.4
<b>Top 1 Percent</b>	0.0	98.9	-5.3	28.0	59,363	13.1	0.2	26.2	3.8	32.4
<b>Top 0.1 Percent</b>	0.0	99.2	-6.3	15.0	321,061	14.1	0.2	13.2	4.4	35.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
<b>Lowest Quintile</b>	31,706	20.2	10,935	114	10,821	1.0	2.9	3.6	0.1
<b>Second Quintile</b>	32,349	20.6	26,208	2,221	23,987	8.5	7.1	8.2	2.9
<b>Middle Quintile</b>	31,237	19.9	46,322	7,000	39,322	15.1	12.1	13.0	8.7
<b>Fourth Quintile</b>	29,980	19.1	77,565	14,691	62,875	18.9	19.4	19.9	17.6
<b>Top Quintile</b>	29,936	19.0	235,547	59,198	176,349	25.1	58.8	55.7	70.6
<b>All</b>	157,348	100.0	76,169	15,953	60,215	20.9	100.0	100.0	100.0
<b>Addendum</b>									
<b>80-90</b>	15,019	9.6	117,658	25,937	91,720	22.0	14.7	14.5	15.5
<b>90-95</b>	7,540	4.8	167,170	38,973	128,197	23.3	10.5	10.2	11.7
<b>95-99</b>	5,940	3.8	294,212	73,449	220,763	25.0	14.6	13.8	17.4
<b>Top 1 Percent</b>	1,436	0.9	1,584,726	454,262	1,130,463	28.7	19.0	17.1	26.0
<b>Top 0.1 Percent</b>	142	0.1	7,360,192	2,279,198	5,080,994	31.0	8.7	7.6	12.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).  
 Number of AMT Taxpayers (millions). Baseline: 5.0 Proposal: 19.7

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates; set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly); and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.99% \$1,670,467.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	14.5	-0.2	0.6	18	3.0	-0.1	1.5	0.2	7.3
Second Quintile	0.0	58.4	-1.3	7.3	228	10.7	0.2	5.3	1.1	11.8
Middle Quintile	0.0	88.1	-1.4	11.5	397	6.8	-0.1	12.6	1.2	18.2
Fourth Quintile	0.0	98.1	-1.4	14.8	620	5.3	-0.4	20.5	1.1	22.1
Top Quintile	0.0	98.5	-3.0	65.8	3,316	8.3	0.4	60.1	2.2	28.6
All	0.0	64.7	-2.0	100.0	702	7.5	0.0	100.0	1.6	23.0
<b>Addendum</b>										
80-90	0.0	98.3	-1.9	13.0	1,239	6.2	-0.2	15.5	1.5	25.3
90-95	0.0	98.6	-2.4	10.6	2,152	7.2	0.0	10.9	1.8	26.8
95-99	0.0	98.7	-2.8	15.6	4,215	8.0	0.1	14.6	2.1	27.7
Top 1 Percent	0.0	99.3	-4.9	26.6	35,637	10.8	0.6	19.0	3.4	34.6
Top 0.1 Percent	0.0	99.2	-6.4	14.6	223,044	12.6	0.4	9.1	4.3	38.2

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
Lowest Quintile	16,972	24.6	8,380	595	7,786	7.1	4.7	5.6	1.6
Second Quintile	15,474	22.5	19,970	2,136	17,834	10.7	10.2	11.6	5.1
Middle Quintile	14,005	20.3	34,261	5,846	28,416	17.1	15.9	16.7	12.7
Fourth Quintile	11,543	16.8	55,833	11,723	44,110	21.0	21.3	21.4	20.9
Top Quintile	9,596	13.9	151,979	40,206	111,773	26.5	48.2	45.1	59.6
All	68,932	100.0	43,878	9,385	34,492	21.4	100.0	100.0	100.0
<b>Addendum</b>									
80-90	5,066	7.4	84,037	20,048	63,990	23.9	14.1	13.6	15.7
90-95	2,373	3.4	119,032	29,751	89,280	25.0	9.3	8.9	10.9
95-99	1,795	2.6	204,548	52,417	152,131	25.6	12.1	11.5	14.5
Top 1 Percent	361	0.5	1,060,631	331,107	729,524	31.2	12.7	11.1	18.5
Top 0.1 Percent	32	0.1	5,243,107	1,777,070	3,466,037	33.9	5.5	4.6	8.7

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates); set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly; and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	28.1	-2.2	0.9	310	263.7	0.1	0.2	2.1	2.9
Second Quintile	0.0	70.4	-3.2	3.9	989	37.7	0.3	1.7	3.0	10.8
Middle Quintile	0.0	83.7	-2.9	7.6	1,491	18.5	0.2	5.8	2.5	16.0
Fourth Quintile	0.0	98.4	-3.3	17.0	2,541	15.0	0.2	15.4	2.7	20.5
Top Quintile	0.0	99.4	-4.0	70.6	8,538	12.2	-0.8	76.8	3.0	27.8
All	0.0	83.3	-3.7	100.0	3,670	13.5	0.0	100.0	2.9	24.5
<b>Addendum</b>										
80-90	0.0	99.3	-3.4	14.3	3,645	12.4	-0.2	15.5	2.6	24.0
90-95	0.0	99.5	-3.4	10.8	5,042	11.5	-0.2	12.5	2.6	25.4
95-99	0.0	99.3	-3.5	15.2	8,794	10.5	-0.5	19.0	2.6	27.4
Top 1 Percent	0.0	98.9	-5.3	30.2	66,934	13.6	0.1	29.8	3.8	31.9
Top 0.1 Percent	0.0	99.3	-6.3	15.8	347,432	14.5	0.1	14.8	4.4	34.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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								
Lowest Quintile	6,622	10.8	14,526	118	14,408	0.8	1.2	1.6	0.1	
Second Quintile	8,956	14.6	33,405	2,624	30,780	7.9	3.9	4.6	1.4	
Middle Quintile	11,470	18.7	59,671	8,078	51,593	13.5	8.9	9.8	5.5	
Fourth Quintile	15,032	24.5	95,023	16,945	78,078	17.8	18.5	19.4	15.2	
Top Quintile	18,609	30.3	281,842	69,733	212,109	24.7	67.8	65.1	77.6	
All	61,357	100.0	126,020	27,246	98,774	21.6	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	8,860	14.4	138,312	29,506	108,806	21.3	15.9	15.9	15.6	
90-95	4,843	7.9	192,091	43,779	148,311	22.8	12.0	11.9	12.7	
95-99	3,890	6.3	337,723	83,813	253,909	24.8	17.0	16.3	19.5	
Top 1 Percent	1,015	1.7	1,748,464	490,656	1,257,808	28.1	23.0	21.1	29.8	
Top 0.1 Percent	102	0.2	7,890,377	2,396,243	5,494,135	30.4	10.5	9.3	14.7	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates; set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly; and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Lowest Quintile	0.0	29.3	-1.2	5.5	177	-18.3	1.6	-3.7	1.3	-5.9
Second Quintile	0.0	89.3	-3.5	30.3	1,015	55.5	3.1	12.8	3.3	9.3
Middle Quintile	0.0	96.2	-3.1	26.5	1,306	17.0	-0.2	27.5	2.6	17.9
Fourth Quintile	0.0	99.3	-2.7	18.3	1,657	11.0	-1.7	28.0	2.2	21.8
Top Quintile	0.0	99.0	-2.9	19.4	3,924	9.0	-2.8	35.3	2.2	26.5
All	0.0	72.9	-2.8	100.0	1,024	17.8	0.0	100.0	2.5	16.2
<b>Addendum</b>										
80-90	0.0	99.0	-2.4	6.6	2,055	8.0	-1.2	13.4	1.8	24.6
90-95	0.0	98.5	-2.6	2.8	3,034	8.4	-0.5	5.5	2.0	25.3
95-99	0.0	99.6	-2.3	3.4	4,885	7.5	-0.7	7.3	1.8	25.3
Top 1 Percent	0.0	99.3	-5.0	6.7	50,648	12.3	-0.4	9.2	3.6	32.4
Top 0.1 Percent	0.0	99.6	-6.1	3.4	292,792	13.6	-0.2	4.3	4.2	35.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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								
Lowest Quintile	7,840	31.9	13,490	-966	14,455	-7.2	10.3	12.8	-5.4	
Second Quintile	7,497	30.5	30,617	1,830	28,787	6.0	22.4	24.4	9.7	
Middle Quintile	5,095	20.8	50,275	7,680	42,595	15.3	25.0	24.6	27.7	
Fourth Quintile	2,777	11.3	76,881	15,125	61,756	19.7	20.8	19.4	29.7	
Top Quintile	1,242	5.1	178,521	43,432	135,089	24.3	21.6	19.0	38.2	
All	24,547	100.0	41,760	5,757	36,003	13.8	100.0	100.0	100.0	
<b>Addendum</b>										
80-90	805	3.3	112,763	25,734	87,028	22.8	8.9	7.9	14.7	
90-95	232	0.9	154,893	36,085	118,809	23.3	3.5	3.1	5.9	
95-99	173	0.7	278,418	65,508	212,910	23.5	4.7	4.2	8.0	
Top 1 Percent	33	0.1	1,423,600	410,578	1,013,022	28.8	4.6	3.8	9.6	
Top 0.1 Percent	3	0.0	6,950,503	2,157,929	4,792,574	31.1	2.0	1.6	4.5	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates); set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly; and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
<b>Lowest Quintile</b>	0.0	37.2	-2.1	2.3	336	-25.8	0.5	-0.9	2.3	-6.6
<b>Second Quintile</b>	0.0	94.4	-4.4	9.8	1,432	68.1	1.0	3.3	4.1	10.2
<b>Middle Quintile</b>	0.0	98.2	-3.7	13.3	1,965	20.5	0.4	10.6	3.2	18.6
<b>Fourth Quintile</b>	0.0	99.6	-4.0	21.8	3,361	16.8	0.2	20.6	3.3	22.6
<b>Top Quintile</b>	0.0	99.8	-4.2	52.8	9,605	12.1	-2.1	66.3	3.1	29.0
<b>All</b>	0.0	84.9	-4.1	100.0	3,077	15.7	0.0	100.0	3.2	23.8
<b>Addendum</b>										
<b>80-90</b>	0.0	99.9	-3.6	12.7	4,373	12.3	-0.5	15.8	2.8	25.4
<b>90-95</b>	0.0	99.8	-3.7	8.2	6,279	11.7	-0.4	10.6	2.8	26.7
<b>95-99</b>	0.0	99.7	-3.4	10.3	9,981	9.5	-0.9	16.1	2.5	28.7
<b>Top 1 Percent</b>	0.0	99.3	-5.9	21.5	87,115	14.1	-0.3	23.7	4.2	33.8
<b>Top 0.1 Percent</b>	0.0	99.7	-6.5	10.5	441,717	14.4	-0.1	11.4	4.5	35.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
<b>Lowest Quintile</b>	10,133	20.6	14,723	-1,303	16,026	-8.9	3.2	4.4	-1.4
<b>Second Quintile</b>	10,359	21.1	34,672	2,103	32,570	6.1	7.7	9.1	2.3
<b>Middle Quintile</b>	10,251	20.9	62,298	9,603	52,695	15.4	13.6	14.5	10.2
<b>Fourth Quintile</b>	9,800	19.9	103,142	19,996	83,146	19.4	21.6	21.9	20.4
<b>Top Quintile</b>	8,315	16.9	306,063	79,198	226,865	25.9	54.3	50.6	68.4
<b>All</b>	49,155	100.0	95,419	19,586	75,833	20.5	100.0	100.0	100.0
<b>Addendum</b>									
<b>80-90</b>	4,398	9.0	157,496	35,649	121,846	22.6	14.8	14.4	16.3
<b>90-95</b>	1,976	4.0	224,546	53,579	170,967	23.9	9.5	9.1	11.0
<b>95-99</b>	1,567	3.2	400,356	104,707	295,648	26.2	13.4	12.4	17.1
<b>Top 1 Percent</b>	374	0.8	2,088,455	619,703	1,468,752	29.7	16.7	14.7	24.1
<b>Top 0.1 Percent</b>	36	0.1	9,839,694	3,079,014	6,760,680	31.3	7.6	6.5	11.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

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

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates; set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly); and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.99% \$1,670,467.

(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 T10-0218**  
**Allow 2001 and 2003 Tax Cuts and AMT Patch to Expire**  
**Baseline: Current Policy**  
**Distribution of Federal Tax Change by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Percentile <sup>2,3</sup>	Percent of Tax Units <sup>4</sup>		Percent Change in After-Tax Income <sup>5</sup>	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate <sup>6</sup>	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
<b>Lowest Quintile</b>	0.0	4.6	-0.1	0.1	12	4.3	0.0	0.3	0.1	2.6
<b>Second Quintile</b>	0.0	29.6	-0.6	2.1	132	15.4	0.0	1.8	0.6	4.4
<b>Middle Quintile</b>	0.0	56.5	-0.9	4.0	347	13.9	0.1	3.7	0.9	6.9
<b>Fourth Quintile</b>	0.0	95.2	-1.7	11.1	1,044	13.1	0.1	10.7	1.5	12.8
<b>Top Quintile</b>	0.0	97.9	-3.9	82.7	7,597	12.4	-0.1	83.6	3.0	26.9
<b>All</b>	0.0	54.9	-2.7	100.0	1,691	12.5	0.0	100.0	2.2	20.1
<b>Addendum</b>										
<b>80-90</b>	0.0	97.1	-2.7	11.2	2,390	13.8	0.1	10.3	2.3	18.7
<b>90-95</b>	0.0	98.2	-3.1	10.1	3,836	13.0	0.1	9.8	2.5	21.7
<b>95-99</b>	0.0	98.8	-3.6	20.0	7,409	11.9	-0.1	20.9	2.8	26.0
<b>Top 1 Percent</b>	0.0	98.1	-5.0	41.3	49,152	12.1	-0.2	42.6	3.5	32.7
<b>Top 0.1 Percent</b>	0.0	99.6	-6.2	22.8	277,115	13.4	0.2	21.4	4.3	35.9

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Percentile Adjusted for Family Size, 2012<sup>1</sup>**

Cash Income Percentile <sup>2,3</sup>	Tax Units <sup>4</sup>		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income <sup>5</sup> (Dollars)	Average Federal Tax Rate <sup>6</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							
<b>Lowest Quintile</b>	5,016	16.4	10,899	271	10,628	2.5	2.4	2.8	0.3
<b>Second Quintile</b>	8,213	26.9	22,528	860	21,668	3.8	8.0	9.4	1.7
<b>Middle Quintile</b>	5,981	19.6	41,094	2,493	38,601	6.1	10.6	12.2	3.6
<b>Fourth Quintile</b>	5,495	18.0	70,238	7,965	62,273	11.3	16.7	18.0	10.6
<b>Top Quintile</b>	5,617	18.4	257,048	61,481	195,567	23.9	62.4	57.8	83.7
<b>All</b>	30,543	100.0	75,737	13,515	62,223	17.8	100.0	100.0	100.0
<b>Addendum</b>									
<b>80-90</b>	2,427	8.0	105,444	17,322	88,122	16.4	11.1	11.3	10.2
<b>90-95</b>	1,362	4.5	153,103	29,419	123,684	19.2	9.0	8.9	9.7
<b>95-99</b>	1,394	4.6	267,882	62,221	205,661	23.2	16.1	15.1	21.0
<b>Top 1 Percent</b>	434	1.4	1,396,961	406,886	990,075	29.1	26.2	22.6	42.8
<b>Top 0.1 Percent</b>	42	0.1	6,520,091	2,062,154	4,457,937	31.6	12.0	9.9	21.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

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

(1) Calendar year. Baseline is current policy (a permanent AMT patch at 2009 levels, indexed for inflation; extension of low- and middle-income tax cuts (extend the 10, 25, and 28 percent rates; set the standard deduction and 10 and 15 percent tax brackets for couples filing jointly to double those for singles; raise the EITC phaseout threshold for couples filing jointly); and extend expansions of the student loan interest deduction, the Earned Income Tax Credit (EITC), the Child and Dependent Care Tax Credit (CDCTC), and the Child Tax Credit (CTC); taxation of qualified dividends the same as long-term capital gains; reduced tax rates on long-term capital gains (0 percent for tax units in 15 percent bracket or lower, 15 percent for tax units in tax brackets above 15 percent); repeal of the personal exemption phaseout (PEP) and limitation on itemized deductions (Pease); extension of the 33 and 35 percent tax brackets. Proposal is current law (allowing these provisions to sunset). Both baseline and proposal assume current law estate tax.

(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 2009 dollars): 20% \$13,219, 40% \$24,782, 60% \$41,864, 80% \$68,188, 90% \$97,830, 95% \$138,709, 99% \$361,983, 99.9% \$1,670,467.

(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.