

Table T10-0261
Middle Class Tax Relief Act of 2010 as Passed by the House
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2011 ¹
Summary Table

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change (\$)	Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase				Change (%) Points)	Under the Proposal
Less than 10	14.1	0.0	1.3	-1.8	-76	-1.3	3.3
10-20	20.1	0.0	1.2	-5.4	-171	-1.1	3.5
20-30	14.8	0.0	0.4	-2.5	-97	-0.4	8.6
30-40	11.1	0.0	0.0	-0.2	-10	0.0	13.2
40-50	10.5	0.0	0.0	-0.3	-17	0.0	15.6
50-75	1.2	0.0	-0.2	2.2	88	0.1	17.8
75-100	0.3	0.1	-0.1	1.7	93	0.1	19.6
100-200	1.7	2.6	-0.2	4.9	220	0.2	22.1
200-500	0.9	55.5	-0.8	12.0	1,841	0.6	25.0
500-1,000	0.3	85.5	-2.9	18.2	15,325	2.2	27.5
More than 1,000	0.7	93.7	-5.9	71.2	128,957	4.2	33.8
All	9.5	3.0	-0.9	100.0	524	0.7	21.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-6).

Number of AMT Taxpayers (millions). Baseline: 4.6

Proposal: 3.7

(1) Calendar year. Baseline is current policy. Proposal is the Middle Class Tax Relief Act of 2010 as passed by the House. This started with current law then includes extending the 10, 25, 28 and 33% brackets; extending the \$1,000 child tax credit and refundability with an unindexed \$3,000 threshold; expansion of the dependent care tax credit; setting the standard deduction and 15% rate bracket for joint returns at twice that of singles; extending the expansion of the student loan interest deduction; for units making under \$200,000 (\$250,000 for married filing jointly) repealing PEP and Pease as well as extending the 0% and 15% rates on capital gains and dividends; capital gains rate of 20% and dividends taxed as ordinary income for those above these thresholds; the use of AGI instead of modified AGI for the EITC; increasing the EITC beginning and ending income phaseout by \$5,000 indexed after 2008 for joint returns; AMT exemption level of \$47,750 (\$72,450 for joint units) and allowing personal non-refundable credits regardless of tentative AMT.

(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 T10-0261
Middle Class Tax Relief Act of 2010 as Passed by the House
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2011¹
Detail Table

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	14.1	0.0	1.3	-1.8	-76	-27.9	-0.1	0.2	-1.3	3.3
10-20	20.1	0.0	1.2	-5.4	-171	-23.8	-0.2	0.6	-1.1	3.5
20-30	14.8	0.0	0.4	-2.5	-97	-4.2	-0.2	1.9	-0.4	8.6
30-40	11.1	0.0	0.0	-0.2	-10	-0.2	-0.1	3.3	0.0	13.2
40-50	10.5	0.0	0.0	-0.3	-17	-0.2	-0.1	3.8	0.0	15.6
50-75	1.2	0.0	-0.2	2.2	88	0.8	-0.3	9.9	0.1	17.8
75-100	0.3	0.1	-0.1	1.7	93	0.5	-0.3	10.7	0.1	19.6
100-200	1.7	2.6	-0.2	4.9	220	0.7	-0.7	24.7	0.2	22.1
200-500	0.9	55.5	-0.8	12.0	1,841	2.5	-0.2	17.0	0.6	25.0
500-1,000	0.3	85.5	-2.9	18.2	15,325	8.5	0.4	8.0	2.2	27.5
More than 1,000	0.7	93.7	-5.9	71.2	128,957	14.1	1.8	19.9	4.2	33.8
All	9.5	3.0	-0.9	100.0	524	3.6	0.0	100.0	0.7	21.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2011¹

Cash Income Level (thousands of 2009 dollars) ²	Tax Units ³		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁴ (Dollars)	Average Federal Tax Rate ⁵	Share of Pre-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	19,464	12.5	5,994	274	5,720	4.6	1.1	1.3	0.2
10-20	25,819	16.6	15,577	719	14,858	4.6	3.6	4.4	0.8
20-30	20,496	13.2	25,562	2,302	23,260	9.0	4.7	5.4	2.1
30-40	16,279	10.5	35,910	4,762	31,148	13.3	5.3	5.8	3.4
40-50	12,368	8.0	46,021	7,208	38,813	15.7	5.1	5.5	3.9
50-75	20,451	13.2	64,358	11,341	53,017	17.6	11.9	12.3	10.2
75-100	14,481	9.3	89,100	17,335	71,765	19.5	11.6	11.8	11.0
100-200	18,125	11.7	145,747	31,964	113,783	21.9	23.8	23.4	25.4
200-500	5,289	3.4	304,339	74,078	230,262	24.3	14.5	13.8	17.2
500-1,000	968	0.6	709,206	179,429	529,778	25.3	6.2	5.8	7.6
More than 1,000	449	0.3	3,093,967	915,384	2,178,583	29.6	12.5	11.1	18.0
All	155,368	100.0	71,397	14,678	56,719	20.6	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-6).

Number of AMT Taxpayers (millions). Baseline: 4.6

Proposal: 3.7

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(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.

Table T10-0261
Middle Class Tax Relief Act of 2010 as Passed by the House
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2011 ¹
Detail Table - Single Tax Units

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	4.0	0.0	0.4	-1.1	-19	-3.9	-0.1	1.1	-0.3	8.1
10-20	4.0	0.0	0.2	-1.9	-29	-2.2	-0.2	3.5	-0.2	8.5
20-30	1.2	0.0	-0.1	0.6	13	0.4	-0.2	6.4	0.1	13.8
30-40	0.2	0.0	-0.3	3.0	89	1.4	-0.2	8.5	0.3	17.9
40-50	0.1	0.0	-0.1	1.2	49	0.6	-0.3	8.5	0.1	19.6
50-75	0.0	0.1	-0.5	7.8	250	1.8	-0.4	17.4	0.4	22.1
75-100	0.0	0.2	-0.6	5.3	378	1.8	-0.3	11.9	0.4	24.2
100-200	0.0	5.2	-1.2	15.5	1,340	4.0	0.0	15.9	1.0	24.6
200-500	0.0	58.8	-3.1	22.0	7,172	9.2	0.5	10.3	2.3	27.7
500-1,000	0.0	81.2	-5.0	14.1	25,857	13.2	0.4	4.8	3.6	31.2
More than 1,000	0.1	94.5	-6.5	33.4	131,989	12.8	0.9	11.6	4.3	37.9
All	1.9	1.1	-1.1	100.0	343	4.1	0.0	100.0	0.9	21.5

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2011 ¹

Cash Income Level (thousands of 2009 dollars) ²	Tax Units ³		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁴ (Dollars)	Average Federal Tax Rate ⁵	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	
Less than 10	13,619	20.1	5,915	499	5,417	8.4	3.0	3.4	1.2
10-20	15,555	22.9	15,418	1,339	14,080	8.7	8.8	10.1	3.7
20-30	10,671	15.7	25,425	3,482	21,943	13.7	9.9	10.8	6.6
30-40	7,735	11.4	35,891	6,348	29,543	17.7	10.2	10.6	8.7
40-50	5,553	8.2	45,995	8,982	37,013	19.5	9.4	9.5	8.8
50-75	7,272	10.7	63,504	13,810	49,694	21.8	16.9	16.7	17.8
75-100	3,284	4.8	88,066	20,919	67,147	23.8	10.6	10.2	12.2
100-200	2,691	4.0	141,053	33,349	107,704	23.6	13.9	13.4	15.9
200-500	713	1.1	305,853	77,632	228,221	25.4	8.0	7.5	9.8
500-1,000	127	0.2	711,109	195,984	515,126	27.6	3.3	3.0	4.4
More than 1,000	59	0.1	3,061,166	1,028,733	2,032,433	33.6	6.6	5.5	10.7
All	67,885	100.0	40,235	8,313	31,922	20.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-6).

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

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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 T10-0261
Middle Class Tax Relief Act of 2010 as Passed by the House
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2011 ¹
Detail Table - Married Tax Units Filing Jointly

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	11.8	0.0	1.3	-0.3	-62	-32.5	0.0	0.0	-1.2	2.5
10-20	28.0	0.0	1.4	-1.7	-221	-49.8	-0.1	0.1	-1.4	1.4
20-30	29.9	0.0	0.8	-1.7	-205	-17.1	-0.1	0.3	-0.8	3.9
30-40	33.6	0.0	0.5	-1.2	-155	-5.5	-0.1	0.8	-0.4	7.4
40-50	30.0	0.0	0.3	-0.8	-107	-2.2	-0.1	1.3	-0.2	10.6
50-75	2.1	0.0	0.0	0.0	-2	0.0	-0.2	5.8	0.0	14.5
75-100	0.4	0.0	0.0	0.1	7	0.0	-0.4	9.7	0.0	17.8
100-200	2.1	1.0	0.0	0.5	18	0.1	-1.1	28.9	0.0	21.6
200-500	1.1	54.1	-0.4	7.2	970	1.3	-0.5	20.4	0.3	24.5
500-1,000	0.3	86.0	-2.6	18.7	13,677	7.7	0.4	9.6	1.9	26.9
More than 1,000	0.8	93.4	-5.8	79.1	125,715	14.4	2.1	23.1	4.2	33.1
All	10.6	5.9	-1.0	100.0	971	3.8	0.0	100.0	0.8	22.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2011 ¹

Cash Income Level (thousands of 2009 dollars) ²	Tax Units ³		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁴ (Dollars)	Average Federal Tax Rate ⁵	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	
Less than 10	2,449	4.0	5,116	192	4,924	3.8	0.2	0.2	0.0
10-20	4,497	7.4	15,991	444	15,547	2.8	1.0	1.2	0.1
20-30	4,946	8.1	25,701	1,196	24,505	4.7	1.8	2.1	0.4
30-40	4,536	7.5	36,079	2,819	33,260	7.8	2.3	2.7	0.8
40-50	4,122	6.8	46,154	4,985	41,170	10.8	2.6	3.0	1.3
50-75	9,835	16.2	65,250	9,458	55,791	14.5	8.9	9.6	6.0
75-100	9,746	16.0	89,706	16,000	73,706	17.8	12.1	12.6	10.1
100-200	14,627	24.1	147,097	31,740	115,357	21.6	29.7	29.6	29.9
200-500	4,410	7.3	304,210	73,638	230,573	24.2	18.5	17.8	20.9
500-1,000	809	1.3	709,451	176,986	532,466	25.0	7.9	7.6	9.2
More than 1,000	372	0.6	3,029,210	875,884	2,153,326	28.9	15.5	14.0	21.0
All	60,792	100.0	119,298	25,513	93,785	21.4	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-6).

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

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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 T10-0261
Middle Class Tax Relief Act of 2010 as Passed by the House
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2011 ¹
Detail Table - Head of Household Tax Units

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	59.1	0.0	4.3	29.3	-332	52.1	-1.0	-2.7	-4.7	-13.8
10-20	60.2	0.0	3.3	81.5	-543	59.3	-2.7	-6.8	-3.5	-9.3
20-30	31.3	0.0	1.0	30.7	-246	-41.6	-0.9	1.4	-1.0	1.3
30-40	7.3	0.0	0.1	4.2	-42	-1.2	0.2	10.8	-0.1	9.8
40-50	2.3	0.0	0.0	1.1	-17	-0.3	0.4	13.6	0.0	14.5
50-75	1.0	0.0	0.0	-0.1	1	0.0	0.8	27.6	0.0	17.7
75-100	0.1	0.0	0.0	-1.0	30	0.2	0.6	18.7	0.0	20.4
100-200	0.2	17.7	-0.1	-2.0	106	0.3	0.6	18.3	0.1	22.8
200-500	0.0	79.7	-0.7	-5.1	1,490	2.1	0.4	7.6	0.5	24.0
500-1,000	0.9	87.6	-2.6	-7.9	13,401	8.2	0.3	3.3	2.0	25.9
More than 1,000	0.0	97.7	-5.7	-30.9	120,981	13.3	1.2	8.2	4.0	34.1
All	28.8	1.0	0.5	100.0	-150	-3.0	0.0	100.0	-0.4	12.6

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by Cash Income Level, 2011 ¹

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Less than 10	3,209	13.3	7,001	-637	7,638	-9.1	2.4	3.1	-1.7
10-20	5,453	22.6	15,686	-915	16,601	-5.8	9.3	11.3	-4.2
20-30	4,542	18.8	25,741	590	25,151	2.3	12.7	14.3	2.2
30-40	3,597	14.9	35,667	3,542	32,124	9.9	13.9	14.4	10.6
40-50	2,366	9.8	45,900	6,674	39,226	14.5	11.8	11.6	13.2
50-75	2,870	11.9	63,378	11,189	52,189	17.7	19.8	18.7	26.8
75-100	1,217	5.0	87,475	17,789	69,686	20.3	11.6	10.6	18.1
100-200	687	2.8	135,798	30,803	104,995	22.7	10.1	9.0	17.7
200-500	123	0.5	300,524	70,530	229,994	23.5	4.0	3.5	7.3
500-1,000	21	0.1	685,388	163,782	521,605	23.9	1.6	1.4	2.9
More than 1,000	9	0.0	3,016,481	907,236	2,109,245	30.1	3.0	2.4	7.0
All	24,178	100.0	38,105	4,956	33,149	13.0	100.0	100.0	100.0

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Distribution of Federal Tax Change by Cash Income Level, 2011¹
Detail Table - Tax Units with Children

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	59.1	0.0	4.3	-5.6	-326	37.3	-0.1	-0.5	-4.9	-18.1
10-20	70.0	0.0	3.8	-18.5	-654	44.4	-0.4	-1.5	-4.1	-13.5
20-30	51.1	0.0	1.5	-9.8	-390	320.4	-0.2	-0.3	-1.5	-2.0
30-40	36.6	0.0	0.6	-4.0	-182	-6.3	-0.1	1.4	-0.5	7.5
40-50	32.8	0.0	0.3	-2.3	-132	-2.2	-0.1	2.4	-0.3	12.5
50-75	3.2	0.0	0.0	-0.3	-10	-0.1	-0.2	7.9	0.0	16.2
75-100	0.7	0.1	0.0	0.1	5	0.0	-0.3	10.9	0.0	18.4
100-200	2.8	2.9	0.0	0.3	8	0.0	-0.7	29.4	0.0	22.0
200-500	1.4	63.0	-0.3	8.5	766	1.0	-0.3	20.5	0.3	25.1
500-1,000	0.2	93.2	-2.7	26.5	14,192	7.6	0.4	9.1	2.0	28.4
More than 1,000	0.0	98.0	-6.1	105.3	131,106	14.2	2.1	20.5	4.3	34.5
All	26.8	4.8	-0.6	100.0	453	2.5	0.0	100.0	0.5	20.8

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2011¹

Cash Income Level (thousands of 2009 dollars) ²	Tax Units ³		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁴ (Dollars)	Average Federal Tax Rate ⁵	Share of Pre-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	3,794	7.8	6,628	-874	7,503	-13.2	0.6	0.8	-0.4
10-20	6,278	12.8	15,819	-1,475	17,293	-9.3	2.3	3.1	-1.0
20-30	5,588	11.4	25,746	-122	25,868	-0.5	3.3	4.1	-0.1
30-40	4,830	9.9	35,823	2,882	32,941	8.1	3.9	4.5	1.6
40-50	3,828	7.8	46,009	5,900	40,110	12.8	4.0	4.4	2.5
50-75	6,908	14.1	64,751	10,487	54,264	16.2	10.2	10.7	8.1
75-100	6,054	12.4	89,238	16,454	72,784	18.4	12.3	12.6	11.2
100-200	8,326	17.0	147,060	32,321	114,739	22.0	27.8	27.2	30.1
200-500	2,467	5.0	302,929	75,367	227,562	24.9	17.0	16.0	20.8
500-1,000	414	0.9	710,730	187,355	523,375	26.4	6.7	6.2	8.7
More than 1,000	178	0.4	3,059,724	923,597	2,136,127	30.2	12.4	10.8	18.4
All	48,902	100.0	90,027	18,273	71,754	20.3	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-6).

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. Proposal is the Middle Class Tax Relief Act of 2010 as passed by the House. This started with current law then includes extending the 10, 25, 28 and 33% brackets; extending the \$1,000 child tax credit and refundability with an unindexed \$3,000 threshold; expansion of the dependent care tax credit; setting the standard deduction and 15% rate bracket for joint returns at twice that of singles; extending the expansion of the student loan interest deduction; for units making under \$200,000 (\$250,000 for married filing jointly) repealing PEP and Pease as well as extending the 0% and 15% rates on capital gains and dividends; capital gains rate of 20% and dividends taxed as ordinary income for those above these thresholds; the use of AGI instead of modified AGI for the EITC; increasing the EITC beginning and ending income phaseout by \$5,000 indexed after 2008 for joint returns; AMT exemption level of \$47,750 (\$72,450 for joint units) and allowing personal non-refundable credits regardless of tentative AMT.

(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 T10-0261
Middle Class Tax Relief Act of 2010 as Passed by the House
Baseline: Current Policy
Distribution of Federal Tax Change by Cash Income Level, 2011¹
Detail Table - Elderly Tax Units

Cash Income Level (thousands of 2009 dollars) ²	Percent of Tax Units ³		Percent Change in After-Tax Income ⁴	Share of Total Federal Tax Change	Average Federal Tax Change		Share of Federal Taxes		Average Federal Tax Rate ⁵	
	With Tax Cut	With Tax Increase			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (%) Points)	Under the Proposal
Less than 10	1.5	0.0	0.1	-0.1	-6	-3.3	0.0	0.1	-0.1	2.7
10-20	1.4	0.0	0.0	0.0	1	0.3	-0.1	0.7	0.0	2.5
20-30	1.0	0.0	-0.2	0.7	47	4.5	-0.1	1.3	0.2	4.3
30-40	1.2	0.1	-0.7	2.1	226	11.6	0.0	1.6	0.6	6.1
40-50	2.9	0.1	-0.2	0.6	95	3.3	-0.1	1.6	0.2	6.5
50-75	1.3	0.2	-0.8	5.7	437	7.1	-0.1	7.0	0.7	10.3
75-100	0.3	0.3	-0.7	3.8	512	4.5	-0.3	7.2	0.6	13.6
100-200	0.8	1.5	-1.0	10.9	1,165	4.5	-0.9	20.5	0.8	18.5
200-500	0.7	42.0	-2.3	17.8	5,472	7.9	-0.2	19.8	1.8	24.4
500-1,000	0.4	77.5	-3.7	13.9	19,446	11.3	0.2	11.2	2.8	27.4
More than 1,000	0.2	93.3	-6.2	44.5	132,060	14.3	1.4	29.0	4.3	34.6
All	1.2	2.6	-1.8	100.0	1,074	8.9	0.0	100.0	1.5	18.2

Baseline Distribution of Income and Federal Taxes
by Cash Income Level, 2011¹

Cash Income Level (thousands of 2009 dollars) ²	Tax Units ³		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After- Tax Income ⁴ (Dollars)	Average Federal Tax Rate ⁵	Share of Pre-	Share of Post-	Share of
	Number (thousands)	Percent of Total					Tax Income Percent of Total	Tax Income Percent of Total	Federal Taxes Percent of Total
Less than 10	2,517	8.5	6,523	182	6,340	2.8	0.8	0.9	0.1
10-20	6,648	22.4	15,555	380	15,175	2.4	4.8	5.7	0.7
20-30	4,645	15.7	25,366	1,034	24,333	4.1	5.5	6.3	1.3
30-40	2,950	9.9	35,802	1,941	33,861	5.4	4.9	5.6	1.6
40-50	2,048	6.9	46,215	2,892	43,323	6.3	4.4	5.0	1.7
50-75	4,139	14.0	63,784	6,128	57,656	9.6	12.3	13.4	7.1
75-100	2,346	7.9	88,241	11,505	76,735	13.0	9.7	10.1	7.5
100-200	2,972	10.0	145,722	25,742	119,980	17.7	20.2	20.0	21.4
200-500	1,036	3.5	305,380	68,897	236,483	22.6	14.8	13.7	19.9
500-1,000	228	0.8	697,797	171,543	526,254	24.6	7.4	6.7	10.9
More than 1,000	107	0.4	3,049,247	922,872	2,126,375	30.3	15.3	12.8	27.7
All	29,671	100.0	72,226	12,069	60,156	16.7	100.0	100.0	100.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-6).

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. Proposal is the Middle Class Tax Relief Act of 2010 as passed by the House. This started with current law then includes extending the 10, 25, 28 and 33% brackets; extending the \$1,000 child tax credit and refundability with an unindexed \$3,000 threshold; expansion of the dependent care tax credit; setting the standard deduction and 15% rate bracket for joint returns at twice that of singles; extending the expansion of the student loan interest deduction; for units making under \$200,000 (\$250,000 for married filing jointly) repealing PEP and Pease as well as extending the 0% and 15% rates on capital gains and dividends; capital gains rate of 20% and dividends taxed as ordinary income for those above these thresholds; the use of AGI instead of modified AGI for the EITC; increasing the EITC beginning and ending income phaseout by \$5,000 indexed after 2008 for joint returns; AMT exemption level of \$47,750 (\$72,450 for joint units) and allowing personal non-refundable credits regardless of tentative AMT.

(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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(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.