

Click on PDF or Excel link above for additional tables containing more detail and breakdowns by filing status and demographic groups.

**Table T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Summary Table**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	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>	
	Number (thousands)	Percent of Total				Change (%) Points)	Under the Proposal
Less than 10	16,041	10.1	0.0	0.1	2	0.0	5.4
10-20	24,243	15.3	0.0	0.4	4	0.0	3.5
20-30	19,317	12.2	-0.1	2.1	28	0.1	7.8
30-40	17,482	11.1	-0.2	3.1	46	0.1	12.1
40-50	13,879	8.8	-0.1	3.1	56	0.1	14.5
50-75	25,633	16.2	-0.2	11.5	114	0.2	17.4
75-100	14,610	9.2	-0.2	9.2	160	0.2	19.6
100-200	20,204	12.8	-0.3	22.1	278	0.2	22.4
200-500	4,780	3.0	-0.6	24.1	1,280	0.5	26.9
500-1,000	728	0.5	-0.7	8.5	2,978	0.4	33.6
More than 1,000	433	0.3	-0.5	15.2	8,915	0.3	39.5
All	158,260	100.0	-0.3	100.0	161	0.2	22.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

Number of AMT Taxpayers (millions). Baseline: 3.3

Proposal: 3.3

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, see:

<http://www.taxpolicycenter.org/T11-0270>

(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 T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013<sup>1</sup>**  
**Detail Table**

Cash Income Level (thousands of 2012 dollars) <sup>2</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>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.0	0.1	2	0.6	0.0	0.2	0.0	5.4
10-20	0.0	0.4	4	0.8	0.0	0.5	0.0	3.5
20-30	-0.1	2.1	28	1.4	0.0	1.5	0.1	7.8
30-40	-0.2	3.1	46	1.1	0.0	3.1	0.1	12.1
40-50	-0.1	3.1	56	0.9	0.0	3.7	0.1	14.5
50-75	-0.2	11.5	114	1.1	0.0	11.3	0.2	17.4
75-100	-0.2	9.2	160	0.9	0.0	10.3	0.2	19.6
100-200	-0.3	22.1	278	0.9	0.0	24.6	0.2	22.4
200-500	-0.6	24.1	1,280	1.7	0.1	14.8	0.5	26.9
500-1,000	-0.7	8.5	2,978	1.3	0.0	6.8	0.4	33.6
More than 1,000	-0.5	15.2	8,915	0.7	-0.1	23.0	0.3	39.5
All	-0.3	100.0	161	1.1	0.0	100.0	0.2	22.3

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013<sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	16,041	10.1	5,390	0.8	288	0.2	5,101	1.0	5.4
10-20	24,243	15.3	15,105	3.3	517	0.5	14,588	4.1	3.4
20-30	19,317	12.2	25,084	4.4	1,931	1.5	23,153	5.2	7.7
30-40	17,482	11.1	35,579	5.7	4,274	3.1	31,305	6.4	12.0
40-50	13,879	8.8	45,612	5.8	6,538	3.7	39,074	6.3	14.3
50-75	25,633	16.2	62,053	14.5	10,705	11.3	51,348	15.4	17.3
75-100	14,610	9.2	88,235	11.7	17,116	10.3	71,119	12.1	19.4
100-200	20,204	12.8	133,782	24.6	29,649	24.7	104,133	24.5	22.2
200-500	4,780	3.0	283,732	12.3	74,900	14.7	208,832	11.6	26.4
500-1,000	728	0.5	683,264	4.5	226,724	6.8	456,540	3.9	33.2
More than 1,000	433	0.3	3,295,487	13.0	1,293,433	23.0	2,002,055	10.1	39.3
All	158,260	100.0	69,527	100.0	15,358	100.0	54,168	100.0	22.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

Number of AMT Taxpayers (millions). Baseline: 3.3 Proposal: 3.3

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, see:

<http://www.taxpolicycenter.org/T11-0270>

(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 T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Single Tax Units**

Cash Income Level (thousands of 2012 dollars) <sup>2</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>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.0	0.1	2	0.5	0.0	0.9	0.0	8.4
10-20	0.0	0.5	6	0.6	-0.1	2.8	0.0	7.0
20-30	-0.2	2.2	42	1.4	-0.1	5.5	0.2	12.1
30-40	-0.3	3.6	84	1.5	-0.2	8.5	0.2	15.6
40-50	-0.3	3.3	113	1.3	-0.2	9.0	0.3	19.2
50-75	-0.6	12.9	304	2.3	-0.3	20.5	0.5	22.0
75-100	-1.1	10.3	719	3.4	0.0	11.0	0.8	24.7
100-200	-1.9	23.8	1,882	5.6	0.3	16.1	1.4	26.9
200-500	-4.5	24.0	9,016	10.7	0.6	8.9	3.1	32.6
500-1,000	-4.4	7.9	19,409	8.1	0.2	3.7	2.8	37.8
More than 1,000	-2.3	11.2	44,230	3.2	-0.1	12.9	1.3	43.1
All	-1.0	100.0	304	3.7	0.0	100.0	0.8	21.7

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	12,280	17.1	5,327	2.3	444	0.9	4,883	2.7	8.3
10-20	16,353	22.7	14,997	8.7	1,042	2.9	13,955	10.2	7.0
20-30	11,329	15.7	24,885	10.0	2,956	5.7	21,928	11.2	11.9
30-40	9,396	13.0	35,554	11.9	5,454	8.7	30,101	12.7	15.3
40-50	6,306	8.8	45,513	10.2	8,610	9.2	36,904	10.4	18.9
50-75	9,292	12.9	61,373	20.2	13,209	20.8	48,163	20.1	21.5
75-100	3,125	4.3	87,575	9.7	20,918	11.1	66,657	9.3	23.9
100-200	2,763	3.8	132,172	13.0	33,721	15.8	98,451	12.2	25.5
200-500	581	0.8	286,777	5.9	84,533	8.3	202,245	5.3	29.5
500-1,000	89	0.1	684,999	2.2	239,374	3.6	445,625	1.8	35.0
More than 1,000	56	0.1	3,307,366	6.5	1,381,787	13.0	1,925,579	4.8	41.8
All	72,035	100.0	39,146	100.0	8,205	100.0	30,942	100.0	21.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, see:

<http://www.taxpolicycenter.org/T11-0270>

(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 T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Married Tax Units Filing Jointly**

Cash Income Level (thousands of 2012 dollars) <sup>2</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>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	-0.1	0.1	2	0.9	0.0	0.0	0.1	6.0
10-20	0.0	0.1	1	0.5	0.0	0.0	0.0	1.1
20-30	-0.1	1.8	17	2.3	0.0	0.2	0.1	3.0
30-40	0.0	0.3	2	0.1	0.0	0.6	0.0	6.5
40-50	0.0	1.6	10	0.3	0.0	1.1	0.0	8.4
50-75	0.0	2.4	6	0.1	0.0	6.3	0.0	13.7
75-100	0.0	2.3	7	0.1	0.0	9.6	0.0	17.8
100-200	0.0	11.5	22	0.1	0.0	28.6	0.0	21.5
200-500	-0.1	24.6	193	0.3	0.0	17.8	0.1	25.9
500-1,000	-0.2	13.1	675	0.3	0.0	8.3	0.1	33.0
More than 1,000	-0.2	40.7	3,597	0.3	0.0	27.3	0.1	39.0
All	-0.1	100.0	52	0.2	0.0	100.0	0.0	23.5

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	1,457	2.4	4,559	0.1	271	0.0	4,288	0.1	6.0
10-20	2,877	4.7	15,669	0.6	171	0.0	15,498	0.8	1.1
20-30	3,317	5.5	25,449	1.2	734	0.2	24,715	1.5	2.9
30-40	4,027	6.6	35,715	2.0	2,302	0.6	33,413	2.5	6.5
40-50	4,740	7.8	45,931	3.1	3,848	1.1	42,083	3.7	8.4
50-75	12,272	20.2	62,784	10.9	8,617	6.4	54,167	12.3	13.7
75-100	10,124	16.7	88,587	12.7	15,786	9.6	72,801	13.6	17.8
100-200	16,567	27.3	134,301	31.4	28,836	28.7	105,465	32.2	21.5
200-500	4,043	6.7	283,374	16.2	73,237	17.8	210,137	15.7	25.8
500-1,000	616	1.0	683,221	5.9	225,061	8.3	458,160	5.2	32.9
More than 1,000	360	0.6	3,245,436	16.5	1,263,454	27.3	1,981,982	13.2	38.9
All	60,744	100.0	116,746	100.0	27,433	100.0	89,313	100.0	23.5

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

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For a description of TPC's current policy baseline, see:

<http://www.taxpolicycenter.org/T11-0270>

(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 T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013 <sup>1</sup>**  
**Detail Table - Head of Household Tax Units**

Cash Income Level (thousands of 2012 dollars) <sup>2</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>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.0	0.2	0	-0.1	0.0	-1.0	0.0	-9.5
10-20	0.0	0.1	0	0.0	0.0	-4.4	0.0	-7.7
20-30	0.0	0.2	0	0.2	0.0	0.2	0.0	0.2
30-40	0.0	0.6	0	0.0	0.0	8.8	0.0	8.7
40-50	0.0	6.3	7	0.1	0.0	12.4	0.0	13.6
50-75	0.0	8.1	7	0.1	-0.1	30.9	0.0	17.9
75-100	0.0	7.0	17	0.1	0.0	16.5	0.0	20.3
100-200	-0.1	16.5	65	0.2	0.0	17.8	0.1	23.7
200-500	-0.3	28.4	701	0.9	0.1	7.2	0.3	27.6
500-1,000	-0.4	8.3	1,606	0.8	0.0	2.6	0.2	32.2
More than 1,000	-0.4	23.5	7,025	0.6	0.0	9.1	0.2	37.8
All	0.0	100.0	12	0.2	0.0	100.0	0.0	13.6

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013 <sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,173	9.4	6,307	1.5	-601	-1.0	6,908	1.9	-9.5
10-20	4,761	20.6	15,129	7.8	-1,167	-4.4	16,296	9.7	-7.7
20-30	4,367	18.9	25,305	12.0	47	0.2	25,258	13.8	0.2
30-40	3,599	15.6	35,454	13.8	3,080	8.8	32,373	14.6	8.7
40-50	2,531	11.0	45,338	12.4	6,175	12.4	39,162	12.4	13.6
50-75	3,553	15.4	61,312	23.6	10,935	30.9	50,377	22.4	17.8
75-100	1,170	5.1	87,387	11.1	17,705	16.5	69,682	10.2	20.3
100-200	734	3.2	129,043	10.3	30,549	17.8	98,494	9.1	23.7
200-500	117	0.5	280,322	3.5	76,667	7.1	203,655	3.0	27.4
500-1,000	15	0.1	673,865	1.1	215,084	2.5	458,781	0.9	31.9
More than 1,000	10	0.0	3,141,640	3.3	1,180,971	9.0	1,960,669	2.4	37.6
All	23,101	100.0	40,006	100.0	5,440	100.0	34,566	100.0	13.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

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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 T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013<sup>1</sup>**  
**Detail Table - Tax Units with Children**

Cash Income Level (thousands of 2012 dollars) <sup>2</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>	
			Dollars	Percent	Change (% Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	0.0	0.1	0	0.0	0.0	-0.2	0.0	-11.8
10-20	0.0	0.3	0	0.0	0.0	-1.0	0.0	-10.3
20-30	0.0	0.1	0	0.0	0.0	-0.3	0.0	-2.2
30-40	0.0	0.1	0	0.0	0.0	1.2	0.0	6.6
40-50	0.0	2.7	5	0.1	0.0	2.2	0.0	11.4
50-75	0.0	5.2	4	0.0	0.0	8.9	0.0	16.0
75-100	0.0	3.2	3	0.0	0.0	10.6	0.0	18.6
100-200	0.0	12.0	8	0.0	0.0	28.5	0.0	21.8
200-500	0.0	26.2	77	0.1	0.0	17.4	0.0	26.2
500-1,000	-0.1	14.6	280	0.1	0.0	8.0	0.0	32.8
More than 1,000	-0.1	34.0	1,168	0.1	0.0	24.4	0.0	38.6
All	0.0	100.0	13	0.1	0.0	100.0	0.0	21.8

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013<sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,962	5.9	5,794	0.4	-682	-0.2	6,476	0.6	-11.8
10-20	5,804	11.6	15,260	2.0	-1,573	-1.0	16,832	2.8	-10.3
20-30	5,335	10.6	25,332	3.1	-547	-0.3	25,879	4.0	-2.2
30-40	4,816	9.6	35,564	3.9	2,363	1.2	33,201	4.6	6.6
40-50	4,037	8.1	45,576	4.2	5,190	2.2	40,386	4.7	11.4
50-75	8,599	17.2	62,528	12.2	9,995	8.9	52,533	13.1	16.0
75-100	6,206	12.4	88,416	12.5	16,464	10.6	71,951	13.0	18.6
100-200	9,390	18.7	134,200	28.6	29,244	28.6	104,957	28.6	21.8
200-500	2,258	4.5	283,593	14.5	74,247	17.4	209,346	13.7	26.2
500-1,000	345	0.7	680,629	5.3	223,077	8.0	457,552	4.6	32.8
More than 1,000	193	0.4	3,158,341	13.8	1,216,438	24.4	1,941,903	10.9	38.5
All	50,150	100.0	87,888	100.0	19,177	100.0	68,711	100.0	21.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

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

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

<http://www.taxpolicycenter.org/publications/url.cfm?ID=412666>

For a description of TPC's current policy baseline, see:

<http://www.taxpolicycenter.org/T11-0270>

(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 T12-0224**  
**Fiscal Cliff Analysis**  
**Step 7 of 9: Estate Tax**  
**Distribution of Federal Tax Change by Cash Income Level, 2013<sup>1</sup>**  
**Detail Table - Elderly Tax Units**

Cash Income Level (thousands of 2012 dollars) <sup>2</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>	
			Dollars	Percent	Change (%) Points)	Under the Proposal	Change (% Points)	Under the Proposal
Less than 10	-0.1	0.1	9	10.6	0.0	0.0	0.1	1.5
10-20	-0.1	0.3	9	7.9	0.0	0.2	0.1	0.8
20-30	-0.5	2.3	110	17.5	0.1	0.8	0.4	3.0
30-40	-0.6	3.5	189	13.2	0.1	1.6	0.5	4.6
40-50	-0.5	3.4	222	8.6	0.1	2.3	0.5	6.1
50-75	-0.8	11.5	441	7.7	0.2	8.5	0.7	10.0
75-100	-1.0	9.9	766	6.6	0.1	8.4	0.9	14.1
100-200	-1.3	23.4	1,419	5.9	0.1	22.1	1.1	19.1
200-500	-2.6	23.9	5,517	7.7	0.4	17.7	1.9	27.1
500-1,000	-2.7	8.2	12,383	5.3	0.0	8.6	1.8	35.8
More than 1,000	-1.6	13.1	32,056	2.4	-0.9	29.7	1.0	41.7
All	-1.2	100.0	632	5.6	0.0	100.0	1.0	18.2

**Baseline Distribution of Income and Federal Taxes**  
**by Cash Income Level, 2013<sup>1</sup>**

Cash Income Level (thousands of 2012 dollars) <sup>2</sup>	Tax Units <sup>3</sup>		Pre-Tax Income		Federal Tax Burden		After-Tax Income <sup>4</sup>		Average Federal Tax Rate <sup>5</sup>
	Number (thousands)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	Average (dollars)	Percent of Total	
Less than 10	2,099	6.0	6,146	0.6	81	0.0	6,065	0.7	1.3
10-20	7,199	20.5	15,399	4.8	113	0.2	15,286	5.8	0.7
20-30	4,736	13.5	24,906	5.1	627	0.7	24,278	6.0	2.5
30-40	4,155	11.8	35,411	6.4	1,434	1.5	33,977	7.4	4.1
40-50	3,401	9.7	45,731	6.7	2,575	2.2	43,156	7.7	5.6
50-75	5,792	16.5	61,846	15.5	5,721	8.3	56,126	17.0	9.3
75-100	2,864	8.2	87,420	10.8	11,562	8.3	75,858	11.4	13.2
100-200	3,657	10.4	133,081	21.0	24,047	22.0	109,034	20.8	18.1
200-500	962	2.7	285,711	11.9	72,020	17.3	213,691	10.8	25.2
500-1,000	148	0.4	687,513	4.4	233,774	8.7	453,739	3.5	34.0
More than 1,000	91	0.3	3,301,216	13.0	1,345,364	30.7	1,955,852	9.3	40.8
All	35,135	100.0	65,837	100.0	11,375	100.0	54,463	100.0	17.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-7).

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

(1) Calendar year. Initial baseline is current policy with the following modifications: extension of 2 percent payroll tax cut; repeal of the health care legislation taxes on earnings, and investment income; repeal of the 10 percent limitation on the deductibility of medical expenses; and extension of certain business and other provisions. Baseline for this step is that modified form of current policy plus step 1 through 6 of the fiscal cliff analysis. For a description of the fiscal cliff provisions, see:

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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.