

Table T06-0100
Reported Baucus Estate Tax Compromise -- Extremely Preliminary
Distribution of Gross Estate and Net Estate Tax By Size of Gross Estate, 2010¹
Farms and Businesses²

| Size of Gross Estate (millions of current dollars) | Returns | | Gross Estate | | | Net Estate Tax | | | Average Tax Rate ³ |
|--|---------|------------------|---------------------|------------------------|------------------|---------------------|------------------------|------------------|-------------------------------|
| | Number | Percent of Total | Amount (\$millions) | Average (\$ thousands) | Percent of Total | Amount (\$millions) | Average (\$ thousands) | Percent of Total | |
| ALL RETURNS | | | | | | | | | |
| Less than 1.0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0.0 |
| 1.0 - 2.0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0.0 |
| 2.0 - 3.5 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0.0 |
| 3.5 - 5.0 | 200 | 25.3 | 829 | 4,147 | 5.8 | 1 | 6 | 0.1 | 0.1 |
| 5.0 - 10.0 | 320 | 40.5 | 2,235 | 6,984 | 15.6 | 38 | 118 | 3.9 | 1.7 |
| 10.0 - 20.0 | 170 | 21.5 | 2,308 | 13,577 | 16.1 | 78 | 458 | 8.0 | 3.4 |
| More than 20.0 | 100 | 12.7 | 8,994 | 89,940 | 62.6 | 858 | 8,579 | 88.0 | 9.5 |
| All | 790 | 100.0 | 14,366 | 18,185 | 100.0 | 975 | 1,234 | 100.0 | 6.8 |
| TAXABLE RETURNS | | | | | | | | | |
| Less than 1.0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0.0 |
| 1.0 - 2.0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0.0 |
| 2.0 - 3.5 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0.0 |
| 3.5 - 5.0 | 10 | 4.3 | 45 | 4,538 | 0.6 | 1 | 119 | 0.1 | 2.6 |
| 5.0 - 10.0 | 90 | 39.1 | 631 | 7,008 | 8.2 | 38 | 419 | 3.9 | 6.0 |
| 10.0 - 20.0 | 70 | 30.4 | 963 | 13,751 | 12.4 | 78 | 1,113 | 8.0 | 8.1 |
| More than 20.0 | 60 | 26.1 | 6,099 | 101,657 | 78.8 | 858 | 14,298 | 88.0 | 14.1 |
| All | 230 | 100.0 | 7,738 | 33,644 | 100.0 | 975 | 4,238 | 100.0 | 12.6 |
| NON-TAXABLE RETURNS | | | | | | | | | |
| Less than 1.0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | n/a | 0.0 |
| 1.0 - 2.0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | n/a | 0.0 |
| 2.0 - 3.5 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 | n/a | 0.0 |
| 3.5 - 5.0 | 190 | 33.9 | 784 | 4,126 | 11.8 | 0 | 0 | n/a | 0.0 |
| 5.0 - 10.0 | 240 | 42.9 | 1,604 | 6,684 | 24.2 | 0 | 0 | n/a | 0.0 |
| 10.0 - 20.0 | 100 | 17.9 | 1,346 | 13,455 | 20.3 | 0 | 0 | n/a | 0.0 |
| More than 20.0 | 40 | 7.1 | 2,895 | 72,366 | 43.7 | 0 | 0 | n/a | 0.0 |
| All | 560 | 100.0 | 6,628 | 11,836 | 100.0 | 0 | 0 | n/a | 0.0 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0305-3A).

(1) Calendar year. Numbers of returns have been rounded to the nearest multiple of ten. Provisions include: \$3.5 million effective exemption; statutory rate of 15 percent on taxable estate up to \$5 million, 25 percent on taxable estate between \$5 million and \$10 million, 35 percent on taxable estate greater than \$10 million; replace the state death tax credit with a deduction for state estate taxes paid; and repeal the 5-percent surtax.

(2) Estate tax returns where farm and business assets represent at least half of gross estate.

(3) Average net estate tax liability as a percentage of average gross estate.