

Table T07-0033
Index AMT and Increase Top Tax Rate
The Baseline is Tax Cuts Extended with the Itemized Deduction Treated as a 15% Credit and AMT Treated as in 2006
Static Impact on Revenue (\$ billions), 2009-17¹

	Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2009-17
Fiscal Year Revenue²										
Index AMT and Increase Top Tax Rate	19.0	31.7	32.1	32.2	31.8	31.0	29.3	26.7	22.8	256.6
Calendar Year Liability										
Index AMT and Increase Top Tax Rate	31.6	31.8	32.2	32.2	31.6	30.6	28.5	25.4	21.0	265.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-1).

(1) This proposal is effective January 1, 2009. The baseline assumes that the tax cuts are extended and each taxpayer can choose between the standard deduction and a credit equal to 15% of their itemized deduction. The credit is limited by tentative AMT. In the baseline, AMT is set to 2006 law and not bracketed for inflation. In the alternate simulation, the AMT is again set to 2006 law but this time bracketed for inflation. In addition, the top tax bracket is changed from 35% to 39.6%. Estimates are static and do not account for any potential microeconomic behavioral response.

(2) Fiscal-year revenue numbers assume a 60-40 split. The actual effect on receipts could differ.