

PRELIMINARY AND SUBJECT TO REVISION

Table T12-0309
Raise "High-Income" Thresholds in Senate Democratic Tax Reduction Extension Bill
(S.3412)
Impact on Tax Revenue (billions of current dollars), 2013-2022 ¹

Proposal and Baseline	Total for Fiscal Years 2013-22
Baseline: S.3412 As Written (No AMT Patch for 2013)	
Raise Threshold to \$500,000 for Married Couples ²	-7.0
Raise Threshold to \$1 million for Married Couples ²	-14.3
Full Extension	-38.5
Baseline: S.3412 With Addition of 2013 AMT Patch ³	
Raise Threshold to \$500,000 for Married Couples	-7.3
Raise Threshold to \$1 million for Married Couples	-14.6
Full Extension	-38.8
Addendum	
Official JCT Revenue Estimate for S.3412 as written (no 2013 AMT patch)	-249.6
2013 AMT Patch ⁴	-95.7
Total	-345.3

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

(1) Fiscal years. Proposals are effective 01/01/13 and sunset 12/31/13. Due to uncertainty about the possible date of passage, estimates do not include timing effects on capital gains realizations. Estimates assume a microdynamic behavioral response.

(2) The thresholds for single individuals, heads of household, and married individuals filing a separate return would remain in the same ratio as the Senate bill. Thresholds are indexed for inflation after 2009.

(3) Assumes the 2013 AMT patch proposed in the Senate Republican tax cut extension bill, S.3413.

(4) AMT patch cost estimated using the TPC microsimulation model.