## Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From January 2, 2013 to Present

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

	20	010	2	011	2	012	2013 and on <sup>1</sup>
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy	Current Law
Ordinary income tax rates	10%, 15%, 25%, 28%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%, 39.6%					
Rates on long-term capital gains	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%, 20%
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%, 20%
Dividends taxed at capital gains rates?	Yes						
Standard deduction for joint filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers
Ordinary income tax thresholds for the bottom two brackets for joint filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers
PEP and Pease? <sup>2</sup>	No	No	No	No	No	No	Yes
Child Tax Credit	\$1000 per child						
Additional Child Tax Credit	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable) <sup>3</sup>					
Child and Dependent Care Tax Credit	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%
AMT exemption amount	\$47,450 (single), \$72,450 (joint)	\$47,450 (single), \$72,450 (joint)	\$48,450 (single), \$74,450 (joint)	\$48,450 (single), \$74,450 (joint)	\$50,600 (single), \$78,750 (joint)	\$50,600 (single), \$78,750 (joint)	\$51,900 (single), \$80,800 (joint)
AMT exemption phaseout threshold	\$112,500 (single), \$150,000 (joint)	\$115,400 (single), \$153,900 (joint)					
AMT bracket threshold for 28% rate	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$179,500
Allow personal credits against AMT?	Yes	Yes	Yes	Yes	EITC and CTC only	Yes	Yes
Earned Income Tax Credit (EITC) Rate	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%. <sup>4</sup>
EITC Phaseout Threshold Increase for Joint Filers	\$5,010	\$5,010	\$5,080	\$5,080	\$5,210	\$5,210	\$5,340 <sup>5</sup>
Hope Credit or American Opportunity Tax Credit (AOTC)?	AOTC	AOTC	ΑΟΤC	AOTC	ΑΟΤC	AOTC	AOTC <sup>6</sup>
State and local general sales tax	Yes	Yes	Yes	Yes	Yes	Yes	Yes, for 2013 only.
deduction? Tuition and fees deduction?	Yes	Yes	Yes	Yes	Yes	Yes	Yes, for 2013 only.
Educator expense deduction?	Yes	Yes	Yes	Yes	Yes	Yes	Yes, for 2013 only.
Estate Tax	Choose 2011 law OR no estate tax but carry over basis for	Choose 2011 law OR no estate tax but carry over basis for inherited assets over \$1.3m	\$5m exemption, 35% rate	\$5m exemption, 35% rate	\$5.12m exemption, 35% rate	\$5.12m exemption, 35% rate	\$5.25m exemption, 40% top rate
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	\$110,100	\$110,100	\$113,700 <sup>7</sup>
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%
OASDI payroll tax rate (employee)	6.2%	6.2%	4.2% 1.45%	4.2%	4.2% 1.45%	4.2%	6.2% 1.45%
Medicare payroll tax rate (employer) Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%
HI surtax on earned income for high-	None	None	None	None	None	None	0.9%
income taxpayers <sup>8</sup> HI surtax on investment income for high-income taxpayers <sup>8</sup>	None	None	None	None	None	None	3.8%

(1) As of January 2, 2013, TPC no longer uses a current policy baseline.

(2) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions. (3) Provision expires at the end of 2017. For 2018 and thereafter, the threshold will be \$10,000, indexed for inflation after 2001.

(4) The 45 percent rate for three or more children expires at the end of 2017. For 2018 and thereafter, the rate reverts to 40 percent.

(5) For 2018 and thereafter, the threshold increase reverts to \$3,000, indexed for inflation after 2008.

(6) AOTC expires at the end of 2017 and is replaced by the Hope Credit for 2018 and thereafter.

(7) Estimate based on projected growth in average wage index.

(8) Surtax phases in beginning at modified AGI of \$200,000 for single filers and \$250,000 for joint filers.

### Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From September 12, 2012 to January 1, 2013

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

	Tax Year									
	2	010	2	011		012	2013	and on		
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy		
o	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,		
Ordinary income tax rates	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	39.6%	33%, 35%		
Rates on long-term capital gains	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	10%, 20%	0%, 15%		
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	8%, 18%	0%, 15%		
Dividends taxed at capital gains rates?	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes		
Standard deduction for joint filers	200% of amount for	200% of amount for	200% of amount for	200% of amount for	200% of amount for	200% of amount for	167% of amount for	200% of amount for		
	single filers	single filers	single filers	single filers	single filers	single filers	single filers	single filers		
Ordinary income tax thresholds for the	200% of amount for	200% of amount for	200% of amount for	200% of amount for	200% of amount for	200% of amount for	167% of amount for	200% of amount for		
bottom two brackets for joint filers	single filers No	single filers No	single filers No	single filers No	single filers No	single filers No	single filers Yes	single filers No		
PEP and Pease? <sup>1</sup>										
Child Tax Credit	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$500 per child	\$1000 per child		
Additional Child Tax Credit	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	Only for large families with payroll taxes exceeding EITC	15% of earnings over \$3,000 (refundable)		
Child and Dependent Care Tax Credit	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$2,400 (1 child) or \$4,800 (2+ children), max credit rate 30%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%		
AMT exemption amount	\$47,450 (single), \$72,450 (joint)	\$47,450 (single), \$72,450 (joint)	\$48,450 (single), \$74,450 (joint)	\$48,450 (single), \$74,450 (joint)	\$33,750 (single), \$45,000 (joint)	\$50,600 (single), \$78,750 (joint) <sup>2</sup>	\$33,750 (single), \$45,000 (joint)	\$51,150 (single), \$79,850 (joint). <sup>2</sup> Amounts indexed after 2013.		
AMT exemption phaseout threshold	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)		
AMT bracket threshold for 28% rate	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000		
Allow personal credits against AMT?	Yes	Yes	Yes	Yes	EITC and CTC only	Yes	No	Yes		
Earned Income Tax Credit (EITC) Rate	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2+ children: 40%	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.		
EITC Phaseout Threshold Increase for Joint Filers	\$5,010	\$5,010	\$5,080	\$5,080	\$5,210	\$5,210	None	\$5,000 (indexed from 2009)		
Hope Credit or American Opportunity Tax Credit (AOTC)?	AOTC	AOTC	AOTC	AOTC	AOTC	AOTC	Норе	AOTC		
State and local general sales tax deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Tuition and fees deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Educator expense deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Estate Tax	Choose 2011 law OR no estate tax but carry over basis for inherited assets over \$1.3m	Choose 2011 law OR no estate tax but carry over basis for inherited assets over \$1.3m	\$5m exemption, 35% rate	\$5m exemption, 35% rate	\$5.12m exemption, 35% rate	\$5.12m exemption, 35% rate	\$1m exemption, 55% top rate	\$5m exemption (indexed from 2011), 35% rate		
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	\$110,100	\$110,100	\$113,700 <sup>3</sup>	\$113,700 <sup>3</sup>		
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
OASDI payroll tax rate (employee)	6.2%	6.2%	4.2%	4.2%	4.2%	4.2%	6.2%	6.2%		
Medicare payroll tax rate (employer)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
HI surtax on earned income for high- income taxpayers <sup>4</sup>	None	None	None	None	None	None	0.9%	0.9%		
HI surtax on investment income for high-income taxpayers <sup>4</sup>	None	None	None	None	None	None	3.8%	3.8%		

(1) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions.

(2) These are the exemption levels proposed in Senate bill S. 3413.

(3) Estimate based on projected growth in average wage index.
(4) Surtax phases in beginning at modified AGI of \$200,000 for single filers and \$250,000 for joint filers.

### Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From January 6, 2012 to September 11, 2012

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

	Tax Year									
	2	010	2011			012	2013	and on		
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy		
Ordinary income tax rates	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,		
Ordinary income tax rates	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	39.6%	33%, 35%		
Rates on long-term capital gains	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	10%, 20%	0%, 15%		
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	8%, 18%	0%, 15%		
Dividends taxed at capital gains rates?	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes		
Standard deduction for joint filers	200% of amount for	167% of amount for	200% of amount for							
	single filers	single filers								
Ordinary income tax thresholds for the bottom two brackets for joint filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	167% of amount for single filers	200% of amount for single filers		
PEP and Pease? <sup>1</sup>	No	No	No	No	No	No	Yes	No		
Child Tax Credit	\$1000 per child	\$500 per child	\$1000 per child							
	+	,	por	7 p	7 p	+		+		
Additional Child Tax Credit	15% of earnings over	Only for large families with payroll taxes	15% of earnings over							
Additional Child Tax Credit	\$3,000 (refundable)	exceeding EITC	\$3,000 (refundable)							
							exceeding erre			
	Max eligible expenses	Max eligible expenses								
	of \$3,000 (1 child) or	of \$2,400 (1 child) or	of \$3,000 (1 child) or							
Child and Dependent Care Tax Credit	\$6,000 (2+ children),	\$4,800 (2+ children),	\$6,000 (2+ children),							
	max credit rate 35%	max credit rate 30%	max credit rate 35%							
	\$47,450 (single),	\$47,450 (single),	\$48,450 (single),	\$48,450 (single),	\$33,750 (single),	\$49,200 (single),	\$33,750 (single),	\$48,450 (single), \$74,450 (joint).		
AMT exemption amount	\$72,450 (joint)	\$72,450 (joint)	\$74,450 (joint)	\$74,450 (joint)	\$45,000 (joint)	\$75,600 (joint) <sup>2</sup>	\$45,000 (joint)	Amounts indexed		
	\$72,450 (joint)	\$72,450 (joint)	\$74,450 (joint)	\$74,450 (joint)	949,000 (Joint)	\$75,000 (joint)	\$43,000 (joint)	from 2011.		
AMT exemption phaseout threshold	\$112,500 (single),	\$112,500 (single),								
	\$150,000 (joint)	\$150,000 (joint)								
AMT bracket threshold for 28% rate	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000		
Allow personal credits against AMT?	Yes	Yes	Yes	Yes	EITC and CTC only	Yes	No	Yes		
	0 children: 7.65%,	0 children: 7.65%,								
Earned Income Tax Credit (EITC) Rate	1 child: 34%, 2 children: 40%,	1 child: 34%,	1 child: 34%, 2 children: 40%,							
	2 children: 40%, 3+ children: 45%.	2+ children: 40%	2 children: 40%, 3+ children: 45%.							
EITC Phaseout Threshold Increase for					_	_	N	\$5,000 (indexed from		
Joint Filers	\$5,010	\$5,010	\$5,080	\$5,080	\$5,160 <sup>2</sup>	\$5,160 <sup>2</sup>	None	2009)		
Hope Credit or American Opportunity	AOTC	AOTC	AOTC	AOTC	AOTC	AOTC	Норе	AOTC		
Tax Credit (AOTC)? State and local general sales tax										
deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Tuition and fees deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Educator expense deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
-	Choose 2011 law OR	Choose 2011 law OR								
	no estate tax but	no estate tax but			\$5.08m	\$5.08m		\$5m exemption		
Estate Tax	carry over basis for	carry over basis for	\$5m exemption,	\$5m exemption,	exemption, <sup>2</sup>	exemption, 2	\$1m exemption,	(indexed from 2011),		
	inherited assets over	inherited assets over	35% rate	35% rate	35% rate	35% rate	55% top rate	35% rate		
	\$1.3m	\$1.3m			35701000	55701000				
							Increase based on	Increase based on		
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	113,700 <sup>2</sup>	\$113,700 <sup>2</sup>	Cost-of-Living	Cost-of-Living		
-							Adjustment (COLA)	Adjustment (COLA)		
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
OASDI payroll tax rate (employee)	6.2%	6.2%	4.2%	4.2%	4.2% 4	4.2% 4	6.2%	6.2%		
Medicare payroll tax rate (employer)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
HI surtax on earned income for high-	None	None	None	None	None	None	0.9%	0.9%		
income taxpayers <sup>3</sup>	none	NOTE	None	None	none	None	0.570	0.5%		
HI surtax on investment income for	None	None	None	None	None	None	3.8%	3.8%		
high-income taxpayers <sup>3</sup>										

(1) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions.

(2) Estimate based on projected CPI/COLA from TPC microsimulation model.

(3) Surtax phases in beginning at modified AGI of \$200,000 for single filers and \$250,000 for joint filers.

(4) Before passage of the Middle Class Tax Relief and Job Creation Act of 2012 on Feb 22, 2012, the rate was set to be 4.2 percent for the first two months of 2012 and 6.2 percent thereafter.

### Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From April 14, 2011 to January 5, 2012

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

				Tax	Year			
	2	010	2	011		012	2013 and on	
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy
Ordinary income tax rates	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,
Ordinary income tax rates	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	39.6%	33%, 35%
Rates on long-term capital gains	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	10%, 20%	0%, 15%
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	8%, 18%	0%, 15%
Dividends taxed at capital gains rates?	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes
Standard deduction for joint filers	200% of amount for	200% of amount for	200% of amount for	200% of amount for	200% of amount for	200% of amount for	167% of amount for	200% of amount for
	single filers	single filers	single filers	single filers	single filers	single filers	single filers	single filers
Ordinary income tax thresholds for the bottom two brackets for joint filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	200% of amount for single filers	167% of amount for single filers	200% of amount for single filers
PEP and Pease? <sup>1</sup>	No	No	No	No	No	No	Yes	No
Child Tax Credit	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$500 per child	\$1000 per child
	+	,	por	+ por en me	7 p	+		+ por anno
Additional Child Tax Credit	15% of earnings over	15% of earnings over	15% of earnings over	15% of earnings over	15% of earnings over	15% of earnings over	Only for large families	15% of earnings over
Additional Child Tax Credit	\$3,000 (refundable)	\$3,000 (refundable)	\$3,000 (refundable)	\$3,000 (refundable)	\$3,000 (refundable)	\$3,000 (refundable)	with payroll taxes exceeding EITC	\$3,000 (refundable)
							exceeding Erre	
	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses
	of \$3,000 (1 child) or	of \$3,000 (1 child) or	of \$3,000 (1 child) or	of \$3,000 (1 child) or	of \$3,000 (1 child) or	of \$3,000 (1 child) or	of \$2,400 (1 child) or	of \$3,000 (1 child) or
Child and Dependent Care Tax Credit	\$6,000 (2+ children),	\$6,000 (2+ children),	\$6,000 (2+ children),	\$6,000 (2+ children),	\$6,000 (2+ children),	\$6,000 (2+ children),	\$4,800 (2+ children),	\$6,000 (2+ children),
	max credit rate 35%	max credit rate 35%	max credit rate 35%	max credit rate 35%	max credit rate 35%	max credit rate 35%	max credit rate 30%	max credit rate 35%
	\$47,450 (single),	\$47,450 (single),	\$48,450 (single),	\$48,450 (single),	\$33,750 (single),	\$49,200 (single),	\$33,750 (single),	\$48,450 (single),
AMT exemption amount	\$72,450 (single),	\$72,450 (joint)	\$74,450 (single), \$74,450 (joint)	\$74,450 (single),	\$45,000 (joint)	\$75,600 (joint) <sup>2</sup>	\$45,000 (joint)	\$74,450 (joint). Amounts indexed
	\$72,450 (joint)	\$72,450 (Juliit)	\$74,430 (joint)	\$74,450 (joint)	343,000 (Joint)	\$75,600 (joint)	\$45,000 (joint)	from 2011.
AMT exemption phaseout threshold	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),
	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)
AMT bracket threshold for 28% rate	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000
Allow personal credits against AMT?	Yes	Yes	Yes	Yes	EITC and CTC only	Yes	No	Yes
	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,
Earned Income Tax Credit (EITC) Rate	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,
	2 children: 40%, 3+ children: 45%.	2 children: 40%, 3+ children: 45%.	2 children: 40%, 3+ children: 45%.	2 children: 40%, 3+ children: 45%.	2 children: 40%, 3+ children: 45%.	2 children: 40%, 3+ children: 45%.	2+ children: 40%	2 children: 40%, 3+ children: 45%.
EITC Phaseout Threshold Increase for								\$5,000 (indexed from
Joint Filers	\$5,010	\$5,010	\$5,080	\$5,080	\$5,160 <sup>2</sup>	\$5,160 <sup>2</sup>	None	2009)
Hope Credit or American Opportunity	AOTC	AOTC	AOTC	AOTC	AOTC	AOTC	Норе	AOTC
Tax Credit (AOTC)?	Note	Nore	1010	Note	hore	Nore	hope	Note
State and local general sales tax deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes
Tuition and fees deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes
Educator expense deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes
			100	105		105		105
	Choose 2011 law OR	Choose 2011 law OR			\$5.08m	\$5.08m		
F-1-1- F-1	no estate tax but	no estate tax but	\$5m exemption,	\$5m exemption,			\$1m exemption,	\$5m exemption
Estate Tax	carry over basis for	carry over basis for inherited assets over	35% rate	35% rate	exemption, <sup>2</sup>	exemption, 2	55% top rate	(indexed from 2011), 35% rate
	inherited assets over \$1.3m	\$1.3m			35% rate	35% rate		35% rate
	ş1.5m	ş1.5III						
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	113.700 <sup>2</sup>	\$113,700 <sup>2</sup>	Increase based on Cost-of-Living	Increase based on Cost-of-Living
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	113,700 -	\$113,700 -	Adjustment (COLA)	Adjustment (COLA)
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%
OASDI payroll tax rate (employee)	6.2%	6.2%	4.2%	4.2%	6.2%	6.2%	6.2%	6.2%
Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%
Medicare payroll tax rate (employer)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%
HI surtax on earned income for high-	1.73/0	1.73/0		1.75/0				
income taxpayers <sup>3</sup>	None	None	None	None	None	None	0.9%	0.9%
HI surtax on investment income for					1			
high-income taxpayers <sup>3</sup>	None	None	None	None	None	None	3.8%	3.8%
- • •			i i		1		I.	

(1) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions.

(2) Estimate based on projected CPI/COLA from TPC microsimulation model.

(3) Surtax phases in beginning at modified AGI of \$200,000 for single filers and \$250,000 for joint filers.

### Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From January 3, 2011 to April 13, 2011

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

	Tax Year									
	2	010	2	011		012	2013	and on		
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy		
Ordinary income tax rates	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,		
	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	33%, 35%	39.6%	33%, 35%		
Rates on long-term capital gains	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	10%, 20%	0%, 15%		
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	0%, 15%	8%, 18%	0%, 15%		
Dividends taxed at capital gains rates?	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes		
Standard deduction for joint filers	200% of amount for	200% of amount for	167% of amount for	200% of amount for						
Ordinary income tax thresholds for the	single filers 200% of amount for	single filers 200% of amount for	single filers 167% of amount for	single filers 200% of amount for						
bottom two brackets for joint filers	single filers	single filers	single filers	single filers	single filers	single filers	single filers	single filers		
PEP and Pease? <sup>1</sup>	No	No	No	No	No	No	Yes	No		
Child Tax Credit	\$1000 per child	\$1000 per child	\$500 per child	\$1000 per child						
Additional Child Tax Credit	15% of earnings over	15% of earnings over	Only for large families with payroll taxes	15% of earnings over						
Additional Child Tax Credit	\$3,000 (refundable)	\$3,000 (refundable)	exceeding EITC	\$3,000 (refundable)						
							exceeding erre			
	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses						
	of \$3,000 (1 child) or	of \$3,000 (1 child) or	of \$2,400 (1 child) or	of \$3,000 (1 child) or						
Child and Dependent Care Tax Credit	\$6,000 (2+ children),	\$6,000 (2+ children),	\$4,800 (2+ children),	\$6,000 (2+ children),						
	max credit rate 35%	max credit rate 35%	max credit rate 30%	max credit rate 35%						
	647.450 (single)	647 450 (single)	C40.450 (sizela)	C48 450 (single)	(22.7F0 (single)	\$49,100 (single),	(22.750 (single)	\$48,450 (single),		
AMT exemption amount	\$47,450 (single), \$72,450 (joint)	\$47,450 (single), \$72,450 (joint)	\$48,450 (single), \$74,450 (joint)	\$48,450 (single), \$74,450 (joint)	\$33,750 (single), \$45,000 (joint)	\$75,500 (joint) <sup>2</sup>	\$33,750 (single), \$45,000 (joint)	\$74,450 (joint). Amounts indexed		
	\$72,450 (joint)	\$72,450 (Joint)	\$74,430 (JUIIII)	\$74,430 (JUIIII)	\$45,000 (joint)	\$75,500 (juiiit)	\$45,000 (joint)	from 2011.		
AN AT A SAME AND A SAME	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),						
AMT exemption phaseout threshold	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)	\$150,000 (joint)						
AMT bracket threshold for 28% rate	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000		
Allow personal credits against AMT?	Yes	Yes	Yes	Yes	EITC and CTC only	Yes	No	Yes		
	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,	0 children: 7.65%,						
Earned Income Tax Credit (EITC) Rate	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,						
	2 children: 40%,	2 children: 40%,	2+ children: 40%	2 children: 40%,						
EITC Phaseout Threshold Increase for	3+ children: 45%.	3+ children: 45%.		3+ children: 45%. \$5,000 (indexed from						
Joint Filers	\$5,010	\$5,010	\$5,080	\$5,080	\$5,160 <sup>2</sup>	\$5,160 <sup>2</sup>	None	2009)		
Hope Credit or American Opportunity	AOTC	AOTC	AOTC	AOTC	AOTC	AOTC	Норе	AOTC		
Tax Credit (AOTC)?	AUTC	AUTC	AUTC	AUTC	AUTC	AUTC	норе	AUIC		
State and local general sales tax	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
deduction? Tuition and fees deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Educator expense deduction?	Yes	Yes	Yes	Yes	No	Yes	No	Yes		
Educator expense deduction?			res	res	NO	res	NO	res		
	Choose 2011 law OR	Choose 2011 law OR								
	no estate tax but	no estate tax but	\$5m exemption,	\$5m exemption,	\$5.07m	\$5.07m	\$1m exemption,	\$5m exemption		
Estate Tax	carry over basis for	carry over basis for	35% rate	35% rate	exemption, <sup>2</sup>	exemption, <sup>2</sup>	55% top rate	(indexed from 2011),		
	inherited assets over	inherited assets over			35% rate	35% rate		35% rate		
	\$1.3m	\$1.3m								
					Increase based on	Increase based on	Increase based on	Increase based on		
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	Cost-of-Living	Cost-of-Living	Cost-of-Living	Cost-of-Living		
					Adjustment (COLA)	Adjustment (COLA)	Adjustment (COLA)	Adjustment (COLA)		
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
OASDI payroll tax rate (employee)	6.2%	6.2%	4.2%	4.2%	6.2%	6.2%	6.2%	6.2%		
Medicare payroll tax rate (employer)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
HI surtax on earned income for high-	None	None	None	None	None	None	0.9%	0.9%		
income taxpayers <sup>3</sup>				-		-				
HI surtax on investment income for	None	None	None	None	None	None	3.8%	3.8%		
high-income taxpayers <sup>3</sup>			1		1					

(1) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions.

(2) Estimate based on projected CPI/COLA from TPC microsimulation model.

(3) Surtax phases in beginning at modified AGI of \$200,000 for single filers and \$250,000 for joint filers.

### Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From May 1, 2010 to January 2, 2011

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

	Tax Year									
	2	010	2	011		2012		and on		
	Current Law	Current Policy								
	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,		
Ordinary income tax rates	33%, 35%	33%, 35%	39.6%	33%, 35%	39.6%	33%, 35%	39.6%	33%, 35%		
Rates on long-term capital gains	0%, 15%	0%, 15%	10%, 20%	0%, 15%	10%, 20%	0%, 15%	10%, 20%	0%, 15%		
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	8%, 18%	0%, 15%	8%, 18%	0%, 15%	8%, 18%	0%, 15%		
Dividends taxed at capital gains rates?	Yes	Yes	No	Yes	No	Yes	No	Yes		
Standard deduction for joint filers	200% of amount for	200% of amount for	167% of amount for	200% of amount for	167% of amount for	200% of amount for	167% of amount for	200% of amount for		
	single filers									
Ordinary income tax thresholds for the	200% of amount for	200% of amount for	167% of amount for	200% of amount for	167% of amount for	200% of amount for	167% of amount for single filers	200% of amount for single filers		
bottom two brackets for joint filers PEP and Pease? 1	single filers No	single filers No	single filers Yes	single filers No	single filers Yes	single filers No	Yes	No		
Child Tax Credit	\$1000 per child	\$1000 per child	\$500 per child	\$1000 per child	\$500 per child	\$1000 per child	\$500 per child	\$1000 per child		
	\$1000 per cilila	\$1000 per ennu		\$1000 per cillia		\$1000 per cillia		\$1000 per cillia		
Additional Child Tax Credit	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	Only for large families with payroll taxes exceeding EITC	15% of earnings over \$10,000 (refundable)	Only for large families with payroll taxes exceeding EITC	15% of earnings over \$10,000 (refundable)	Only for large families with payroll taxes exceeding EITC	15% of earnings over \$10,000 (refundable)		
Child and Dependent Care Tax Credit	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$2,400 (1 child) or \$4,800 (2+ children), max credit rate 30%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$2,400 (1 child) or \$4,800 (2+ children), max credit rate 30%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$2,400 (1 child) or \$4,800 (2+ children), max credit rate 30%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%		
AMT exemption amount	\$33,750 (single), \$45,000 (joint)	\$46,750 (single), \$71,050 (joint) <sup>2</sup>	\$33,750 (single), \$45,000 (joint)	\$47,500 (single), \$72,200 (joint) <sup>2</sup>	\$33,750 (single), \$45,000 (joint)	\$48,150 (single), \$73,150 (joint) <sup>2</sup>	\$33,750 (single), \$45,000 (joint)	\$46,700 (single), \$70,950 (joint). Amounts indexed from 2009.		
AMT exemption phaseout threshold	\$112,500 (single), \$150,000 (joint)	\$112,700 (single), \$150,250 (joint) <sup>2</sup>	\$112,500 (single), \$150,000 (joint)	\$114,500 (single), \$152,650 (joint) <sup>2</sup>	\$112,500 (single), \$150,000 (joint)	\$116,000 (single), \$154,650 (joint) <sup>2</sup>	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint). Amounts indexed from 2009.		
AMT threshold for 28 percent rate	\$175,000	\$175,300 <sup>2</sup>	\$175,000	\$178,100 <sup>2</sup>	\$175,000	\$180,450 <sup>2</sup>	\$175,000	\$175,000 (indexed from 2009)		
Allow personal credits against AMT?	EITC and CTC only	Yes	No	Yes	No	Yes	No	Yes		
Earned Income Tax Credit (EITC) Rate	0 children: 7.65%, 1 child: 34%,	0 children: 7.65%, 1 child: 34%,	0 children: 7.65%, 1 child: 34%.							
	2 children: 40%, 3+ children: 45%.	2 children: 40%, 3+ children: 45%.	2+ children: 40%							
EITC Phaseout Threshold Increase for Joint Filers	\$5,010	\$5,010	None	\$3,180 <sup>2</sup>	None	\$3,230 <sup>2</sup>	None	\$3,000 (indexed from 2008)		
Hope Credit or American Opportunity Tax Credit (AOTC)?	AOTC	AOTC	Норе	Норе	Норе	Норе	Норе	Норе		
State and local general sales tax deduction?	No									
Tuition and fees deduction?	No									
Educator expense deduction?	No									
Estate Tax	No estate tax but carry over basis for inherited assets over \$1.3m	\$3.5m exemption, 45% rate	\$1m exemption, 55% top rate	\$3.5m exemption, 45% rate	\$1m exemption, 55% top rate	\$3.5m exemption, 45% rate	\$1m exemption, 55% top rate	\$3.5m exemption, 45% rate		
OASDI taxable earnings maximum	\$106,800	\$106,800	Increase based on Cost-of-Living Adjustment (COLA)							
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
OASDI payroll tax rate (employee)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
Medicare payroll tax rate (employer)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
HI surtax on earned income for high- income taxpayers <sup>3</sup>	None	None	None	None	None	None	0.9%	0.9%		
HI surtax on investment income for high-income taxpayers <sup>3</sup>	None	None	None	None	None	None	3.8%	3.8%		

(1) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions.

(2) Estimate based on projected CPI/COLA from TPC microsimulation model.

(3) Surtax phases in beginning at modified AGI of \$200,000 for single filers and \$250,000 for joint filers.

# Table T13-0059 Current Law and Current Policy Parameters for TPC Tables Created From March 1, 2009 to April 30, 2010

Note: Dollar amounts have been indexed for inflation where applicable, unless otherwise noted.

			Тах	Year				
	20	009	20	010	2011	and on		
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy		
Ordinary income tax rates	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%,	10%, 15%, 25%, 28%,		
•	33%, 35%	33%, 35%	33%, 35%	33%, 35%	39.6%	33%, 35%		
Rates on long-term capital gains	0%, 15%	0%, 15%	0%, 15%	0%, 15%	10%, 20%	0%, 15%		
Rates on capital gains held 5+ years	0%, 15%	0%, 15%	0%, 15%	0%, 15%	8%, 18%	0%, 15%		
Dividends taxed at capital gains rates?	Yes	Yes	Yes	Yes	No	Yes		
Standard deduction for joint filers	200% of amount for	200% of amount for	200% of amount for	200% of amount for	167% of amount for	200% of amount for		
Ordinary income tax thresholds for the	single filers 200% of amount for	single filers 200% of amount for	single filers 200% of amount for	single filers 200% of amount for	single filers 167% of amount for	single filers 200% of amount for		
bottom two brackets for joint filers	single filers	single filers	single filers	single filers	single filers	single filers		
PEP and Pease? <sup>1</sup>	No	No	No	No	Yes	No		
Child Tax Credit	\$1000 per child	\$1000 per child	\$1000 per child	\$1000 per child	\$500 per child	\$1000 per child		
	+ point	7 poi	+ por sime	+ poi		+ p		
Additional Child Tax Credit	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	15% of earnings over \$3,000 (refundable)	Only for large families with payroll taxes exceeding EITC	15% of earnings over \$10,000 (refundable)		
Child and Dependent Care Tax Credit	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%		Max eligible expenses of \$2,400 (1 child) or \$4,800 (2+ children), max credit rate 30%	Max eligible expenses of \$3,000 (1 child) or \$6,000 (2+ children), max credit rate 35%		
AMT exemption amount	\$46,700 (single), \$70,950(joint)	\$46,700 (single), \$70,950 (joint)	\$33,750 (single), \$45,000 (joint)	\$46,900 (single), \$71,300 (joint) <sup>2</sup>	\$33,750 (single), \$45,000 (joint)	\$46,700 (single), \$70,950 (joint). Amounts indexed from 2009.		
AMT exemption phaseout threshold	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint)	\$113,050 (single), \$150,750 (joint) <sup>2</sup>	\$112,500 (single), \$150,000 (joint)	\$112,500 (single), \$150,000 (joint). Amounts indexed from 2009.		
AMT threshold for 28 percent rate	\$175,000	\$175,000	\$175,000	\$175,900 <sup>2</sup>	\$175,000	\$175,000 (indexed from 2009)		
Allow personal credits against AMT?	Yes	Yes	EITC and CTC only	Yes	No	Yes		
Earned Income Tax Credit (EITC) Rate	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2 children: 40%, 3+ children: 45%.	0 children: 7.65%, 1 child: 34%, 2+ children: 40%	0 children: 7.65%, 1 child: 34%, 2+ children: 40%		
EITC Phaseout Threshold Increase for Joint Filers	\$5,000	\$5,000	\$5,030 <sup>2</sup>	\$5,030 <sup>2</sup>	None	\$3,000 (indexed from 2008)		
Hope Credit or American Opportunity Tax Credit (AOTC)?	AOTC	AOTC	ΑΟΤC	AOTC	Норе	Норе		
State and local general sales tax deduction?	Yes	Yes	No	No	No	No		
Tuition and fees deduction?	Yes	Yes	No	No	No	No		
Educator expense deduction?	Yes	Yes	No	No	No	No		
Estate Tax	\$3.5m exemption, 45% rate	\$3.5m exemption, 45% rate	No estate tax but carry over basis for inherited assets over \$1.3m	\$3.5m exemption, 45% rate	\$1m exemption, 55% top rate	\$3.5m exemption, 45% rate		
OASDI taxable earnings maximum	\$106,800	\$106,800	Increase based on Cost-of-Living Adjustment (COLA)	Increase based on Cost-of-Living Adjustment (COLA)	Increase based on Cost-of-Living Adjustment (COLA)	Increase based on Cost-of-Living Adjustment (COLA)		
OASDI payroll tax rate (employer)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
OASDI payroll tax rate (employee)	6.2%	6.2%	6.2%	6.2%	6.2%	6.2%		
Medicare payroll tax rate (employer)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		
Medicare payroll tax rate (employee)	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%		

(1) The personal exemption phaseout (PEP) reduces personal exemptions by 2 percent for each \$2,500 by which adjusted gross income (AGI) exceeds a specified threshold. The limitation on itemized deductions (Pease) reduces most itemized deductions by 3 percent of the amount by which AGI exceeds a specified threshold, up to a maximum of 80 percent of itemized deductions.

(2) Estimate based on projected CPI/COLA from TPC microsimulation model.