

T04-0125
Average Tax Change (\$) Among Tax Units Under
Revenue-Neutral AMT Repeal and Income Tax Reform Options, by Cash Income Class, 2010¹

	Cash Income Class (thousands of 2003\$) ²											
	All	< 10	10-20	20-30	30-40	40-50	50-75	75-100	100-200	200-500	500-1,000	> 1,000
Maintain Current Law												
Proportional Rate Increase	27	0	20	90	180	265	387	33	-388	-4,052	2,351	28,602
Proportional Rate Increase for Tax Rates Above 25%	40	0	0	-1	-8	-38	-152	-791	-1,623	-1,656	17,850	110,864
Distributionally Neutral Rate Increase	37	0	5	43	104	182	307	-40	-60	334	4,718	-24,555
Extend Tax Cuts Legislated to Expire³												
Proportional Rate Increase	25	0	20	91	182	267	386	19	-403	-4,086	2,320	29,139
Proportional Rate Increase for Tax Rates Above 25%	48	0	0	-1	-8	-39	-160	-817	-1,658	-1,566	18,503	114,697
Distributionally Neutral Rate Increase	40	0	4	42	106	185	310	-44	-59	421	4,967	-24,794
Repeal Tax Cuts from 2001-2003												
Proportional Rate Increase	12	0	8	32	54	63	53	-86	68	-688	-88	3,647
Proportional Rate Increase for Tax Rates Above 25%	14	0	0	-1	-8	-35	-119	-362	-343	107	4,993	30,408
Distributionally Neutral Rate Increase	3	0	9	34	60	68	52	-98	54	-83	-273	-6,506

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0304-3).

(1) Calendar year.

(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>. Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.

(3) Includes all 2010 sunset provisions in EGTRRA and all non-AMT provisions in JGTRRA.