

T04-0141
Average Tax Change (\$) for All Taxpayers Under
AMT 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
Current Law Baseline												
Plan 1: Repeal the AMT in 2005	-1,069	-9	0	-1	-11	-46	-160	-827	-2,058	-8,661	-9,882	-22,800
Plan 2: Extend Expiring Provisions	-544	-1	0	-1	-10	-36	-146	-772	-1,653	-2,593	-392	-199
Plan 3: + Index	-740	-2	0	-1	-11	-39	-156	-805	-1,940	-5,443	-1,114	-572
Plan 4: + Remove Middle Class Exemptions	-774	-2	0	-1	-11	-39	-157	-808	-1,968	-5,942	-1,622	-771
Plan 5: + Remove Upper Income Exemptions	-969	-2	0	-1	-11	-40	-160	-812	-2,021	-8,051	-6,629	-13,302
Plan 6: + Reform Rate Structure	-657	-1	0	-1	-11	-39	-157	-801	-1,734	-4,531	-494	-544
Plan 7: + No Reduced Tax on Capital Income on AMT	-190	0	0	-1	-11	-38	-157	-797	-1,618	-2,898	6,837	81,796
Extend Tax Cuts Legislated to Expire³												
Plan 1: Repeal the AMT in 2005	-1,096	-9	0	-1	-12	-48	-170	-858	-2,104	-8,763	-10,039	-22,753
Plan 2: Extend Expiring Provisions	-559	-1	0	-1	-11	-38	-156	-802	-1,689	-2,593	-388	-197
Plan 3: + Index	-760	-2	0	-1	-11	-41	-166	-836	-1,986	-5,471	-1,109	-571
Plan 4: + Remove Middle Class Exemptions	-795	-2	0	-1	-12	-41	-167	-839	-2,016	-5,979	-1,623	-774
Plan 5: + Remove Upper Income Exemptions	-996	-2	0	-1	-12	-42	-169	-844	-2,068	-8,148	-6,741	-13,294
Plan 6: + Reform Rate Structure	-687	-1	0	-1	-12	-41	-167	-832	-1,787	-4,688	-771	-801
Plan 7: + No Reduced Tax on Capital Income on AMT	32	0	0	-1	-12	-40	-164	-807	-1,507	-1,834	10,682	114,970
Repeal Tax Cuts from 2001-2003												
Plan 1: Repeal the AMT in 2005	-336	-8	0	-2	-11	-40	-123	-374	-480	-2,201	-4,138	-13,266
Plan 2: Extend Expiring Provisions	-168	-1	0	-1	-9	-29	-108	-325	-355	-920	-145	-79
Plan 3: + Index		-2	0	-1	-10	-33	-119	-354	-415	-1,365	-328	-178
Plan 4: + Remove Middle Class Exemptions	-211	-2	0	-1	-10	-33	-120	-357	-423	-1,414	-401	-259
Plan 5: + Remove Upper Income Exemptions	-271	-2	0	-1	-10	-34	-122	-360	-448	-1,809	-2,039	-6,994
Plan 6: + Reform Rate Structure	-241	-1	0	-1	-10	-33	-122	-355	-427	-1,629	-1,487	-3,403
Plan 7: + No Reduced Tax on Capital Income on AMT	90	0	0	-1	-10	-33	-122	-353	-376	-708	3,436	63,294

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

(1) Calendar year. See Table 9 footnotes for a description of the reform options. Taxpayers are defined as returns with positive income tax liability net of refundable credits.

(2) Taxpayers 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>. Taxpayers 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.