

T07-0085

Effects of 2001-2006 Tax Cuts on AMT projections, With and Without Extension and Indexing of AMT Relief, 2001-2010¹

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Number of AMT Taxpayers² (millions)										
Pre-EGTRRA Law	1.7	3.8	4.2	5.1	6.4	8.1	10.2	12.3	14.2	16.5
Current Law	1.3	2.1	2.5	3.3	3.5	3.5	23.4	26.5	29.3	32.4
Change due to 2001-6 Tax Cuts	-0.4	-1.7	-1.7	-1.8	-2.9	-4.6	13.2	14.2	15.2	15.9
Current Law with Extension and Indexing of AMT Relief ³	1.3	2.1	2.5	3.3	3.5	3.5	3.8	4.4	4.6	5.2
Change due to 2001-6 Tax Cuts with Extension of AMT Relief	-0.4	-1.7	-1.7	-1.8	-2.9	-4.6	-6.4	-7.9	-9.6	-11.2

Sources: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-1); and IRS. For 2001-04 the number of AMT taxpayers has been calculated by adding the TPC microsimulation model estimates of the number of taxpayers with lost credits or reduced deductions but no direct liability to IRS published actual figures for those with direct AMT liability. For 2005-10 under all three scenarios, and for pre-EGTRRA law from 2001-4, estimates are from the TPC microsimulation model.

(1) Calendar years. Tax units that are dependents of other tax units are excluded from the analysis. Numbers may not add due to rounding.

(2) AMT taxpayers are defined as those with an AMT liability from form 6251, with lost credits, or with reduced deductions.

(3) Includes extension of 2006 AMT exemption amounts, indexed for inflation after 2006, and allowance of personal non-refundable credits regardless of tentative AMT.