

T07-0183
The 2001-2006 Tax Cuts and the AMT: Revenue Consequences and Interactions
Static Estimates of Individual Income and Estate Tax Liability and Revenue (\$ billions), 2001-17¹

	Year																	
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2001-2017
Fiscal Year Revenue²																		
2001-2006 Tax Cuts	-35.0	-69.1	-133.9	-189.2	-210.0	-227.3	-216.0	-210.1	-222.2	-241.5	-255.2	-261.1	-267.0	-274.1	-281.9	-290.0	-302.3	-3,685.8
2001-2006 Tax Cuts Plus AMT Relief	-35.0	-69.1	-133.9	-189.2	-210.0	-227.3	-242.1	-259.3	-281.3	-311.3	-336.4	-355.2	-376.0	-398.6	-423.6	-451.0	-484.2	-4,783.6
2001-2006 Tax Cuts Plus AMT Repeal	-42.1	-81.5	-148.7	-206.5	-229.6	-249.9	-267.4	-289.4	-315.6	-351.5	-381.8	-404.4	-429.2	-456.1	-485.8	-518.3	-557.2	-5,414.8
Pre-EGTRRA AMT Repeal	-7.0	-13.0	-14.5	-16.2	-18.6	-21.9	-26.3	-31.0	-35.7	-41.1	-47.0	-54.1	-62.4	-71.5	-82.1	-94.8	-109.0	-746.4
2001-2006 Tax Cuts After AMT Repeal	-35.1	-68.5	-134.1	-190.3	-210.9	-227.9	-241.1	-258.4	-279.9	-310.5	-334.8	-350.3	-366.8	-384.6	-403.6	-423.5	-448.1	-4,668.5
Calendar Year Liability																		
2001-2006 Tax Cuts	-58.4	-76.2	-172.3	-200.5	-216.3	-234.7	-203.5	-214.4	-227.4	-251.0	-258.0	-263.2	-269.6	-277.1	-285.1	-293.2	-308.4	-3,809.2
2001-2006 Tax Cuts Plus AMT Relief	-58.4	-76.2	-172.3	-200.5	-216.3	-234.7	-247.0	-267.6	-290.4	-325.3	-343.9	-362.8	-384.8	-407.9	-434.1	-462.2	-498.9	-4,983.1
2001-2006 Tax Cuts Plus AMT Repeal	-70.1	-89.0	-188.4	-218.5	-237.0	-258.5	-273.4	-300.1	-326.0	-368.5	-390.6	-413.6	-439.6	-467.1	-498.2	-531.7	-574.1	-5,644.5
Pre-EGTRRA AMT Repeal	-11.7	-13.9	-15.0	-17.0	-19.7	-23.4	-28.3	-32.8	-37.7	-43.3	-49.4	-57.2	-66.0	-75.3	-86.7	-100.1	-115.0	-792.4
2001-2006 Tax Cuts After AMT Repeal	-58.4	-75.1	-173.5	-201.5	-217.2	-235.1	-245.1	-267.3	-288.3	-325.2	-341.2	-356.4	-373.7	-391.9	-411.4	-431.6	-459.2	-4,852.1
Addendum:																		
2001-2006 Tax Cuts as a Percent of:																		
2001-2006 Tax Cuts Plus AMT Relief	100.0	100.0	100.0	100.0	100.0	100.0	82.4	80.1	78.3	77.2	75.0	72.5	70.1	67.9	65.7	63.4	61.8	
2001-2006 Tax Cuts Plus AMT Repeal	83.3	85.5	91.4	91.8	91.3	90.8	74.5	71.4	69.8	68.1	66.0	63.6	61.3	59.3	57.2	55.1	53.7	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 1006-1).

(1) Baseline is pre-EGTRRA law. AMT relief through 2006 is AMT relief as enacted in EGTRRA, JGTRRA, WFTRA, and TIPRA. AMT relief after 2006 allows the nonrefundable personal credits against the AMT, extends the increased exemption amounts, and indexes the exemption amounts for inflation at 2006 levels. Estimates are static and do not account for any potential microeconomic behavioral response. Official estimates from the Joint Committee on Taxation would likely show a somewhat different effect on revenue.

(2) Fiscal-year revenue numbers assume a 60-40 split. The actual effect on receipts could differ.