Current Law and Current Policy Parameters for TPC Tables Created From September 12, 2012 to Present

	Tax Year									
	20	010	2011		2012		2013	and on		
	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy	Current Law	Current Policy		
Oudin amain agent a tau mata a	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	200% of amount for single filers	200% of amount for	200% of amount for	200% of amount for single filers	200% of amount for	167% of amount for single filers	200% of amount for single filers		
PEP and Pease? 1	single filers No	No	single filers No	single filers No	No	single filers 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		
Child Tax Credit	\$1000 per child	\$1000 per crilia	\$1000 per child	\$1000 per crilia	\$1000 per crilia	\$1000 per crilia	\$500 per crilia	\$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 \$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) ²	\$33,750 (single), \$45,000 (joint)	\$51,150 (single), \$79,850 (joint). ² 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 ³	\$113,700 ³		
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 ⁴	None	None	None	None	None	None	0.9%	0.9%		
HI surtax on investment income for high-income taxpayers ⁴	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.

Current Law and Current Policy Parameters for TPC Tables Created From January 6, 2012 to September 11, 2012

				Tax				
		010	20	011	2012		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%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%	15%, 28%, 31%, 36%, 39.6%	10%, 15%, 25%, 28%, 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
	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
Standard deduction for joint filers	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	single filers	single filers	single filers	single filers	single filers	single filers	single filers
PEP and Pease? 1	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
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)	\$49,200 (single), \$75,600 (joint) ²	\$33,750 (single), \$45,000 (joint)	\$48,450 (single), \$74,450 (joint). Amounts indexed from 2011.
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	\$5,160 ²	\$5,160 ²	None	\$5,000 (indexed from 2009)
Hope Credit or American Opportunity Tax Credit (AOTC)?	AOTC	AOTC	AOTC	AOTC	АОТС	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	\$5.08m exemption, ² 35% rate	\$5.08m exemption, ² 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	113,700 ²	\$113,700 ²	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%	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- income taxpayers ³	None	None	None	None	None	None	0.9%	0.9%
HI surtax on investment income for high-income taxpayers ³	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.

⁽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.

Current Law and Current Policy Parameters for TPC Tables Created From April 14, 2011 to January 5, 2012

	Tax Year									
	2	010	2011		2012		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%, 33%, 35%	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%, 33%, 35%	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	10%, 15%, 25%, 28%,	15%, 28%, 31%, 36%, 39.6%	10%, 15%, 25%, 28%,		
Rates on long-term capital gains	0%, 15%	33%, 35% 0%, 15%	0%, 15%	33%, 35% 0%, 15%	33%, 35% 0%, 15%	33%, 35% 0%, 15%	10%, 20%	33%, 35% 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%		
		,		· · · · · · · · · · · · · · · · · · ·	· ·		<u> </u>			
Dividends taxed at capital gains rates?	Yes	Yes	Yes	Yes	Yes	Yes	No	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	167% of amount for single filers	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						
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? ¹	No	No	No	No	No	No	Yes	No		
Child Tax Credit	\$1000 per child	\$1000 per child	\$500 per child	\$1000 per child						
<u> </u>	,,		,,	,,		,,		,,		
Additional Child Ton Condita	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)	with payroll taxes	\$3,000 (refundable)						
							exceeding EITC			
	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses						
au.	• ,	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%						
								Ć40.450 (-:)		
	¢47.450 (single)	¢47.450 (single)	¢49.450 (single)	¢49.450 (single)	\$22.7F0 (single)	\$49,200 (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)	\$75,600 (joint) ²	\$33,750 (single), \$45,000 (joint)	\$74,450 (joint). Amounts indexed		
	\$72,450 (Julit)	\$72,430 (Julit)	\$74,430 (Joint)	\$74,430 (Julit)	\$45,000 (Joint)	\$75,600 (Joint)	\$45,000 (Joint)	from 2011.		
	\$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 abildaan 7.050/	0 children: 7.65%,						
Earned Income Tax Credit (EITC) Rate	1 child: 34%,	1 child: 34%,	0 children: 7.65%, 1 child: 34%,	1 child: 34%,						
Earned income Tax Credit (ETTC) Rate	2 children: 40%,	2 children: 40%,	2+ children: 40%	2 children: 40%,						
	3+ children: 45%.	3+ children: 45%.	21 Ciliaren. 4070	3+ children: 45%.						
EITC Phaseout Threshold Increase for	\$5,010	\$5,010	\$5,080	\$5,080	\$5,160 ²	\$5,160 ²	None	\$5,000 (indexed from		
Joint Filers Hope Credit or American Opportunity								2009)		
Tax Credit (AOTC)?	AOTC	AOTC	AOTC	AOTC	AOTC	AOTC	Норе	AOTC		
State and local general sales tax	Vaa	Vaa	Vaa	Vac	No	Vac	Na	Vaa		
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	¢Em avamation	¢Em avamation	\$5.08m	\$5.08m	¢1m avamation	\$5m exemption		
Estate Tax	carry over basis for	carry over basis for	\$5m exemption, 35% rate	\$5m exemption, 35% rate	exemption, ²	exemption, ²	\$1m exemption, 55% top rate	(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								
							Increase based on	Increase based on		
OASDI taxable earnings maximum	\$106,800	\$106,800	\$106,800	\$106,800	113,700 ²	\$113,700 ²	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%	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 ³					1.5					
HI surtax on investment income for high-income taxpayers ³	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.

Current Law and Current Policy Parameters for TPC Tables Created From January 3, 2011 to April 13, 2011

	Tax Year								
	2010		20	011	2	2012		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	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 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? 1	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	
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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 Life		
	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expenses	Max eligible expense	
	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	0 1	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),	. , , ,	\$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%	
	647.450 (; .)	647.450/: L)	\$40.450 (; . l .)	Ć40.450 / :	daa 750 / :	¢40,100 (single)	622 750 / :	\$48,450 (single),	
AMT exemption amount	\$47,450 (single),	\$47,450 (single),	\$48,450 (single),	\$48,450 (single),	\$33,750 (single),	\$49,100 (single),	\$33,750 (single),	\$74,450 (joint).	
	\$72,450 (joint)	\$72,450 (joint)	\$74,450 (joint)	\$74,450 (joint)	\$45,000 (joint)	\$75,500 (joint) ²	\$45,000 (joint)	Amounts indexed from 2011.	
	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$112,500 (single),	\$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)	\$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%,	
Formed Imagenes Tou Condit /FITC) Date	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	1 child: 34%,	0 children: 7.65%,	1 child: 34%,	
Earned Income Tax Credit (EITC) Rate	2 children: 40%,	2 children: 40%,	2 children: 40%,	2 children: 40%,	2 children: 40%,	2 children: 40%,	1 child: 34%,	2 children: 40%,	
	3+ children: 45%.	3+ children: 45%.	3+ children: 45%.	3+ children: 45%.	3+ children: 45%.	3+ children: 45%.	2+ children: 40%	3+ children: 45%.	
EITC Phaseout Threshold Increase for	\$5,010	\$5,010	\$5,080	\$5,080	\$5,160 ²	\$5,160 ²	None	\$5,000 (indexed from	
Joint Filers Hope Credit or American Opportunity								2009)	
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	
	Choose 2011 law OR	Choose 2011 law OR							
	no estate tax but	no estate tax but			\$5.07m	\$5.07m		\$5m exemption	
Estate Tax	carry over basis for	carry over basis for	\$5m exemption,	\$5m exemption,	exemption, ²	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							
					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	
	<i>+,</i>	+	,,	7,	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-									
income taxpayers ³	None	None	None	None	None	None	0.9%	0.9%	
HI surtax on investment income for			1		1			0.004	
	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.

Current Law and Current Policy Parameters for TPC Tables Created From May 1, 2010 to January 2, 2011

				Tax				
	2010		20	011	2012		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%, 33%, 35%	10%, 15%, 25%, 28%, 33%, 35%	15%, 28%, 31%, 36%, 39.6%	10%, 15%, 25%, 28%, 33%, 35%	15%, 28%, 31%, 36%, 39.6%	10%, 15%, 25%, 28%, 33%, 35%	15%, 28%, 31%, 36%, 39.6%	10%, 15%, 25%, 28%, 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 No	Yes	No No	Yes
· · ·	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
Standard deduction for joint filers	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	167% of amount for	200% of amount for	167% of amount for	200% of amount for	167% of amount for	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? 1	No	No	Yes	No	Yes	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
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) ²	\$33,750 (single), \$45,000 (joint)	\$47,500 (single), \$72,200 (joint) ²	\$33,750 (single), \$45,000 (joint)	\$48,150 (single), \$73,150 (joint) ²	\$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) ²	\$112,500 (single), \$150,000 (joint)	\$114,500 (single), \$152,650 (joint) ²	\$112,500 (single), \$150,000 (joint)	\$116,000 (single), \$154,650 (joint) ²	\$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 ²	\$175,000	\$178,100 ²	\$175,000	\$180,450 ²	\$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%,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%					
EITC Phaseout Threshold Increase for	\$5,010	\$5,010	None	\$3,180 ²	None	\$3,230 ²	None	\$3,000 (indexed from
Joint Filers Hope Credit or American Opportunity		. ,				, , , , , , , , , , , , , , , , , , ,		2008)
Tax Credit (AOTC)?	AOTC	AOTC	Норе	Норе	Норе	Норе	Норе	Норе
State and local general sales tax deduction?	No	No	No	No	No	No	No	No
Tuition and fees deduction?	No	No	No	No	No	No	No	No
Educator expense deduction?	No	No	No	No	No	No	No	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)	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 ³	None	None	None	None	None	None	0.9%	0.9%
HI surtax on investment income for high-income taxpayers ³	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.

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

Current Law and Current Policy Parameters for TPC Tables Created From March 1, 2009 to April 30, 2010

	Tax 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%,			
Ordinary income tax rates	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			
	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	167% of amount for single filers	200% of amount for single filers			
PEP and Pease? 1	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			
Child Tax Credit	\$1000 per child	\$1000 per crilia	\$1000 per child	\$1000 per crilia	5500 per chila	\$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)	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 \$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) ²	\$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) ²	\$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 ²	\$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 ²	\$5,030 ²	None	\$3,000 (indexed from 2008)			
Hope Credit or American Opportunity Tax Credit (AOTC)?	AOTC	AOTC	АОТС	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)						
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.