

T04-0143
Average Tax Change (\$) for All Taxpayers Under
AMT Reform Plan 5, 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												
Proportional Rate Increase	38	8	55	155	232	298	363	-20	-491	-3,954	4,067	32,776
Proportional Rate Increase for Tax Rates Above 25%	72	-2	0	-1	-11	-40	-159	-787	-1,629	-1,617	18,719	110,535
Distributionally Neutral Rate Increase	55	-1	15	81	147	225	318	-37	-83	275	5,275	-25,027
Extend Tax Cuts Legislated to Expire³												
Proportional Rate Increase	48	8	57	161	241	309	372	-24	-487	-3,939	4,209	34,019
Proportional Rate Increase for Tax Rates Above 25%	77	-2	0	-1	-12	-42	-169	-818	-1,671	-1,578	19,215	113,867
Distributionally Neutral Rate Increase	63	-1	13	80	151	232	323	-42	-82	371	5,589	-25,209
Repeal Tax Cuts from 2001-2003												
Proportional Rate Increase	16	2	19	44	56	58	23	-125	-1	-591	1,198	6,620
Proportional Rate Increase for Tax Rates Above 25%	23	-2	0	-1	-10	-34	-122	-353	-337	94	5,476	29,090
Distributionally Neutral Rate Increase	5	3	25	60	77	82	48	-102	26	-126	379	-5,727

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

(1) Calendar year. See table 9 footnotes for a description of reform option 5. 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.