

31-May-06

Extremely Preliminary Results

<http://www.taxpolicycenter.org>

Table T06-0106

Reported Baucus Estate Tax Compromise: Estate Tax Returns and Liability, 2007-16¹

	Calendar Year										2007-16 Total
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Current Law											
Number of Returns (thousands)	33.1	37.1	17.5	0.0	120.5	129.4	135.7	144.4	151.8	159.8	
Number of Taxable Returns (thousands)	13.9	15.9	7.2	0.0	50.5	54.8	57.4	60.4	62.9	67.7	
Estate Tax Liability (\$billions)	19.4	20.8	16.3	0.0	40.4	44.3	47.3	50.9	55.3	60.1	354.8
Reported Baucus Estate Tax Compromise											
Number of Returns (thousands)	14.8	16.0	17.5	18.3	20.3	22.7	24.6	27.1	29.7	32.8	
Number of Taxable Returns (thousands)	5.3	5.8	7.1	6.9	8.0	9.2	9.9	10.6	11.9	13.7	
Estate Tax Liability (\$billions)	8.2	8.5	9.9	9.9	10.8	11.6	12.5	13.4	14.5	15.5	114.7
Change Due to Baucus²											
Number of Returns (thousands)	-18.3	-21.1	0.0	18.3	-100.2	-106.7	-111.1	-117.3	-122.1	-127.0	
Number of Taxable Returns (thousands)	-8.6	-10.1	-0.1	6.9	-42.5	-45.6	-47.5	-49.8	-51.0	-54.0	
Estate Tax Liability (\$billions)	-11.2	-12.2	-6.4	9.9	-29.6	-32.7	-34.8	-37.6	-40.8	-44.6	-240.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0305-3A)

(1) Calendar years. Provisions include: \$3.5 million effective exemption; statutory rate of 15 percent on taxable estate up to \$5 million, 25 percent on taxable estate between \$5 million and \$10 million, 35 percent on taxable estate greater than \$10 million; replace the state death tax credit with a deduction for state estate taxes paid; and repeal the 5-percent surtax. Effective for decedents dying on or after 01/01/07.

(2) Change in estate tax liability is a static estimate that does not include behavioral response. Change does not include the effects of the gift tax or income tax.