

Effects of Extending AMT relief into 2008

Income group	Income Range	Average Income	# with tax cut	% with tax cut	Ave. tax cut with	Ave. tax cut all	% of total tax cut
Lowest 20%	Less than \$19,000	\$ 12,200	—	—	\$ —	\$ —	—
Second 20%	\$19,000 – 32,000	24,800	—	—	—	—	—
Middle 20%	\$32,000 – 52,000	40,700	540,631	1.9%	-664	-13	0.6%
Fourth 20%	\$52,000 – 87,000	67,300	5,146,577	18.4%	-927	-170	8.1%
Next 10%	\$87,000 – 126,000	103,000	9,093,126	64.8%	-1,622	-1,051	24.9%
Next 5%	\$126,000 – 177,000	147,000	5,984,765	85.3%	-2,514	-2,144	25.4%
Next 4%	\$177,000 – 466,000	259,000	5,255,322	93.7%	-4,417	-4,137	39.3%
Top 1%	\$466,000 or more	1,501,000	274,479	19.6%	-3,548	-694	1.6%
All Units		\$ 70,900	26,307,462	18.5%	\$ -2,247	\$ -416	100.0%

Total cost: \$ 59.1 billion

Notes: Figures show the 2008 effects of extending the 2007 AMT relief into 2008 (indexed for inflation). "Ave. tax cut with" means tax cuts for those helped by AMT relief. "Ave. tax cut all" means the average for all taxpayers in each group.

Source: ITEP Tax Model, Mar. 18, 2008