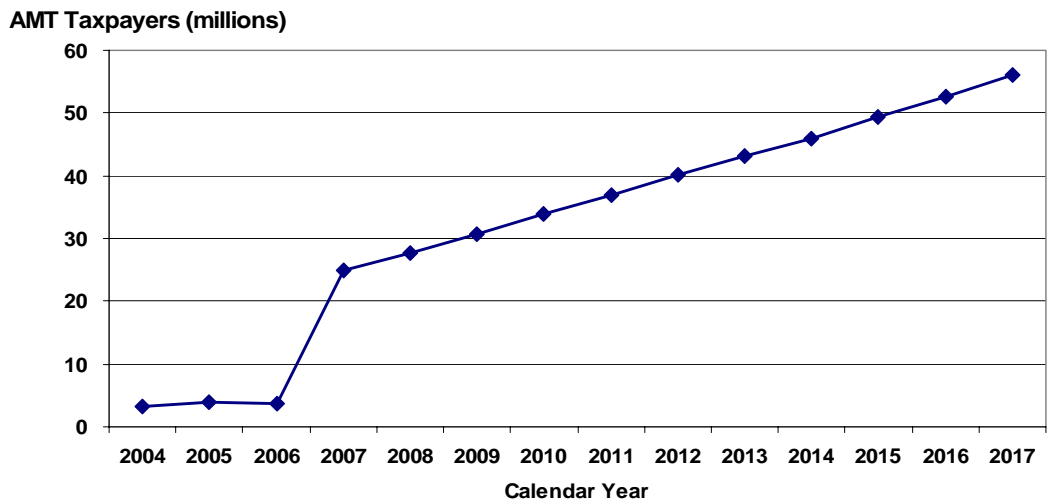


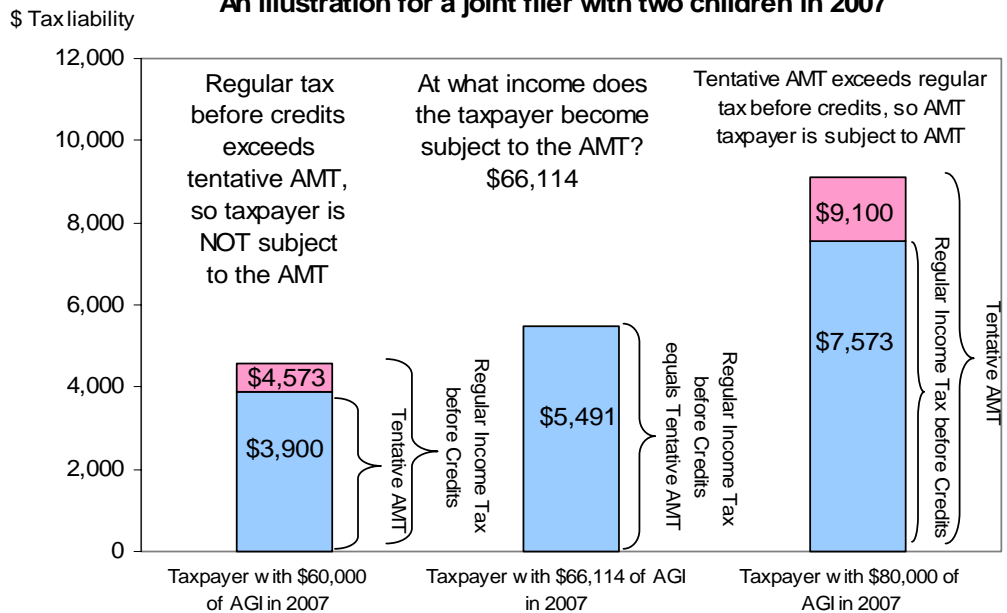
**Chart 1:  
Number of AMT Taxpayers**



Note: Assumes EGTRRA and JGTRRA tax relief is made permanent and the temporary AMT provisions are allowed to expire after 2006.  
Source: U.S. Department of the Treasury, Office of Tax Analysis.

**Chart 2:  
How Does the AMT Work?**

**An illustration for a joint filer with two children in 2007**



Assumptions: AMT patch is not extended for 2007. Taxpayer is married, files jointly with two children, has wage income only, and uses the standard deduction. The taxpayer also qualifies for \$2,000 in child tax credits.  
Source: U.S. Department of the Treasury, Office of Tax Analysis

