Example of Tax Increase on a Small Business Owner with Family of Four

Business Taxable Income	$500,000
Tax Under Current Law	$145,363
Tax With Higher Rates	$169,113
Tax Increase	$23,750
Percent Increase	16%

Source: Finance Committee Republican Staff calculations. Assumes taxpayer files jointly and has two dependents. Assumes current law tax brackets in addition to surtax proposed in *America's Affordable Health Choices Act of 2009.* Includes marginal rate effects of restoring Personal Exemption Phaseout and Itemized Deduction Limitation.