

Table T16-0236
Secretary Clinton's Revised Tax Plan: Impact on Tax Revenue, 2016-26 by Fiscal Year and Total for FY2027-36
 Baseline: Current Law

Proposal	Fiscal Year (\$ billions)												
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2016-26	2027-36
Individual Income and Payroll Taxes													
Repeal excise tax on high-cost health plans ("Cadillac Tax")	0.0	0.0	0.0	0.0	-4.7	-7.3	-8.9	-10.9	-13.0	-15.7	-18.8	-79.3	-410.5
Limit value of certain tax expenditures (other than charitable) to 28 percent	0.0	29.3	41.6	44.6	48.0	51.4	54.5	57.8	61.1	64.3	67.7	520.3	930.8
Four percent surcharge on adjusted gross income (AGI) greater than \$5 million, unindexed "Buffett Rule"	2.3	1.1	3.8	10.6	13.3	14.1	14.7	16.7	19.0	21.1	23.3	140.2	336.9
Increase capital gains rates based on holding period of capital asset	2.3	3.3	6.2	11.2	12.6	13.0	13.5	14.2	14.8	15.7	16.7	123.6	217.0
Increase child tax credit for children under five to \$2,000; expand phase-in of refundable portion of credit	3.5	-6.6	-5.1	-1.5	2.1	7.2	13.7	16.1	17.0	17.9	18.9	83.2	254.4
Increase expensing limit, cash accounting, and increased start-up cost deduction for small businesses	0.0	-16.9	-22.5	-22.3	-22.0	-21.7	-21.4	-21.0	-20.6	-20.3	-20.0	-208.7	-186.4
Incentives for community development and infrastructure	0.0	-3.7	-4.9	-4.6	-5.7	-6.2	-4.9	-4.3	-4.2	-3.9	-3.8	-46.2	-47.8
Eliminate fossil fuel tax incentives	0.0	0.0	0.0	-0.1	-0.1	-0.1	-0.2	-0.2	-0.2	-0.3	-0.3	-1.5	-5.9
Repeal carried interest, mark derivatives to market, and limit deferral in retirement accounts	0.0	0.6	1.1	1.2	1.1	1.0	0.9	0.7	0.7	0.6	0.6	8.5	6.1
Limit like-kind exchanges; rationalize net investment income tax	0.0	0.9	4.8	4.5	4.5	4.2	3.8	3.7	3.5	3.3	3.2	36.3	28.3
Other provisions	0.0	14.1	21.6	22.5	23.5	24.5	25.5	26.8	28.1	29.5	31.4	247.3	393.4
	-----Insufficient data for analysis-----												
Total for individual income and payroll taxes	8.2	22.1	46.6	66.0	72.6	79.9	91.2	99.5	106.1	112.4	119.0	823.6	1,516.4
Corporate Income Tax													
International reforms	0.0	3.2	7.0	8.6	9.2	10.0	10.7	11.6	12.5	13.4	14.4	100.5	182.7
Incentives for community development and infrastructure	0.0	-1.2	-1.6	-1.5	-1.8	-2.0	-1.6	-1.5	-1.4	-1.4	-1.4	-15.3	-19.1
Eliminate fossil fuel tax incentives and limit like-kind exchanges	0.0	0.0	0.0	-0.1	-0.2	-0.3	-0.5	-0.6	-0.9	-1.1	-1.4	-5.1	-28.7
Other provisions	0.0	3.1	4.7	4.8	4.9	5.0	4.8	5.0	5.3	5.8	6.5	49.8	88.5
	-----Insufficient data for analysis-----												
Total for corporate income tax	0.0	5.2	10.0	11.8	12.1	12.6	13.4	14.4	15.4	16.7	18.2	129.9	223.4
Estate and Gift Taxes													
Restore 2009 estate and gift parameters; top rate of 65 percent; tax capital gains above exemption levels at death; reform grantor trust and valuation rules	0.0	11.0	26.9	32.0	36.2	40.6	44.2	47.9	52.1	57.0	62.6	410.4	978.4
Total for estate and gift tax revenues	0.0	11.0	26.9	32.0	36.2	40.6	44.2	47.9	52.1	57.0	62.6	410.4	978.4
Excise Taxes													
Impose the oil spill liability excise on oil produced from tar sands	0.0	*	*	*	*	*	*	*	*	*	*	*	*
Other proposals	-----Insufficient data for analysis-----												
Total for excise tax revenues	0.0	*	*	*	*	*	*	*	*	*	*	*	*
Total revenue effect of plan	8.2	38.3	83.5	109.7	121.0	133.1	148.8	161.9	173.7	186.1	199.7	1,363.8	2,718.2
Addendum 1: Decrease in federal debt service costs													
Decrease in deficit (before debt service costs)	-8.2	-38.3	-83.5	-109.7	-121.0	-133.1	-148.8	-161.9	-173.7	-186.1	-199.7	-1,363.8	-2,718.2
Decrease in interest costs	0.0	-0.6	-2.1	-6.1	-10.4	-15.5	-21.1	-27.6	-34.8	-42.6	-51.1	-211.9	-1,162.4
Decrease in deficit	-8.2	-38.8	-85.5	-115.7	-131.4	-148.6	-170.0	-189.5	-208.5	-228.6	-250.9	-1,575.7	-3,880.6
Addendum 2: Decrease in federal debt relative to GDP													
Decrease in federal debt	-8.2	-47.1	-132.6	-248.3	-379.7	-528.3	-698.3	-887.8	-1,096.2	-1,324.9	-1,575.7		-5,456.4
GDP ¹	18,493.8	19,296.5	20,127.1	20,906.0	21,709.7	22,593.2	23,527.5	24,497.2	25,505.6	26,559.2	27,660.0		41,511.7
Decrease in federal debt relative to GDP (percent)	0.0%	-0.2%	-0.7%	-1.2%	-1.7%	-2.3%	-3.0%	-3.6%	-4.3%	-5.0%	-5.7%		-13.1%

Source: Urban-Brookings Tax Policy Center (TPC) Microsimulation Model (version 0516-1) and TPC off-model estimates.

Note: * = less than \$0.5 billion.

¹ The GDP forecast through 2026 is from CBO, The Budget and Economic Outlook: 2016 to 2026 (January 2016) and for 2027-2036 is from CBO, The 2016 Long-Term Budget Outlook (July 2016).