

Table T18-0008
Impact on the Tax Benefit of the Itemized Deduction for Home Mortgage Interest Deduction (MID) of H.R.1, The Tax Cuts and Jobs Act (TCJA)
By Expanded Cash Income Percentile, 2018¹

Expanded Cash Income Percentiles ^{2,3}	Tax Units		Pre-TCJA Law						Current Law					
	Number (thousands)	Percent of total	Tax Units with a Benefit from MID		Tax Benefit of MID				Tax Units with a Benefit from MID		Tax Benefit of MID			
					For Tax Units with a Benefit		For All Tax Units				For Tax Units with a Benefit		For All Tax Units	
			Number (thousands)	Percent within Class	Average (\$)	As Percent of After-Tax Income	Average (\$)	As Percent of After-Tax Income	Average (\$)	As Percent of After-Tax Income	Average (\$)	As Percent of After-Tax Income	Average (\$)	As Percent of After-Tax Income
Lowest Quintile	48,780	27.7	240	0.5	260	1.5	*	**	70	0.1	210	1.2	*	**
Second Quintile	38,760	22.0	1,760	4.5	520	1.5	20	0.1	550	1.4	440	1.2	10	*
Third Quintile	34,280	19.5	6,250	18.2	910	1.5	170	0.3	2,000	5.8	900	1.5	50	0.1
Fourth Quintile	28,870	16.4	11,490	39.8	1,410	1.4	560	0.6	4,400	15.2	1,360	1.4	210	0.2
Top Quintile	24,300	13.8	17,180	70.7	3,480	1.4	2,460	0.9	9,010	37.1	3,080	1.0	1,140	0.4
All	176,100	100.0	36,910	21.0	2,240	1.4	470	0.6	16,020	9.1	2,230	1.1	200	0.3
Addendum														
80-90	12,490	7.1	8,300	66.5	2,250	1.5	1,490	1.0	3,410	27.3	1,870	1.3	510	0.3
90-95	6,020	3.4	4,520	75.1	3,370	1.7	2,530	1.2	2,410	40.0	2,510	1.2	1,000	0.5
95-99	4,650	2.6	3,600	77.4	5,380	1.6	4,160	1.3	2,500	53.8	4,050	1.2	2,180	0.6
Top 1 Percent	1,140	0.7	760	66.7	8,570	0.7	5,690	0.4	690	60.5	7,540	0.6	4,540	0.3
Top 0.1 Percent	120	0.1	60	50.0	9,540	0.2	5,120	0.1	60	50.0	9,040	0.1	4,400	0.1

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

* Non-zero value rounded to zero; ** Insufficient data

(1) Calendar year. Current law includes the provisions in H.R.1, The Tax Cuts and Jobs Act, signed by the President on December 22, 2017. Excludes effects of repealing the ACA's Individual Shared Responsibility Payment (i.e., individual mandate).

(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2017 dollars): 20% \$25,000; 40% \$48,600; 60% \$86,100; 80% \$149,400; 90% \$216,800; 95% \$307,900; 99% \$732,800; 99.9% \$3,439,900.