

Table T21-0064
Major Tax Provisions in the Administration's FY2022 Budget Proposal
Tax Units with a Tax Increase or Tax Cut, by Expanded Cash Income Level, 2022¹
Baseline: Current Law

Expanded Cash Income Level (thousands of 2020 dollars) ²	Tax Units		Tax Units with Tax Increase or Cut ³				Average Tax Change (Dollars) For all Tax Units	
	Number (thousands)	Percent of Total	With Tax Cut		With Tax Increase		All Provisions ⁴	Major Provisions Included Here ⁵
			Pct of Tax Units	Avg Tax Change (\$)	Pct of Tax Units	Avg Tax Change (\$)		
Less than 10	10,830	6.0	32.2	-1,280	19.8	40	-400	-400
10-20	22,740	12.6	34.3	-1,820	28.8	70	-600	-600
20-30	20,140	11.2	38.8	-2,270	46.5	110	-820	-830
30-40	16,280	9.1	33.5	-2,520	59.9	140	-750	-760
40-50	13,570	7.6	27.4	-2,430	70.1	190	-530	-540
50-75	24,820	13.8	26.1	-2,390	73.3	260	-420	-430
75-100	18,250	10.1	24.6	-2,330	75.0	440	-220	-240
100-200	32,420	18.0	30.8	-2,220	69.2	830	-70	-110
200-500	16,250	9.0	16.2	-1,450	83.7	2,040	1,570	1,470
500-1,000	2,150	1.2	0.2	-530	99.8	8,810	8,980	8,790
More than 1,000	890	0.5	0.0	n/a	100.0	265,930	268,950	265,930
All	179,880	100.0	29.0	-2,140	60.7	2,930	1,190	1,150

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0521-1).

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

(1) Calendar year. Baseline is the law currently in place as of 8 June 2021.

<http://www.taxpolicycenter.org/taxtopics/Baseline-Definitions.cfm>

(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) Includes tax units with a change in federal tax burden of \$10 or more in absolute value.

(4) Includes provisions as described in Treasury's General Explanations of the Administration's Fiscal Year 2022 Revenue Proposals (the "Green Book") with the exception of: provisions related to tax compliance, tax administration, and the premium tax credit.

(5) Due to data limitations, in addition to the provisions outlined in note (4), we also exclude the following provisions: extend and modify the nonbusiness energy property credit; extend and modify the residential energy efficient credit; establish tax credits for heavy- and medium-duty zero emission vehicles; extend and enhance the electric vehicle charging station credit; increase the employer-provided childcare tax credit for businesses; provide disaster mitigation tax credit; reform taxation of foreign fossil fuel income; limit foreign tax credits for sales of hybrid entities; restrict deductions of excessive interest of members of financial reporting; extend and modify the renewable energy investment credit; provide tax credit for electricity transmission investments; establish new tax credits for qualifying advanced energy manufacturing; provide tax credits for mechanical insulation labor costs; expand the Low-Income Housing Tax Credit; provide Neighborhood Homes Investment Tax Credit; make permanent the New Markets Tax Credit; provide federally subsidized state and local bonds for infrastructure; eliminate tax preferences for fossil fuels; tax carried interest as ordinary income; and repeal deferral of gain from like-kind exchanges.