

**Table T21-0075**  
**Major Individual Income and Payroll Tax Provisions in the Administration's FY2022 Budget Proposal**  
**Excluding Corporate Income Tax and Excise Tax Provisions**  
**Tax Units with a Tax Increase or Tax Cut, by Expanded Cash Income Percentile, 2031 <sup>1</sup>**  
**Baseline: Current Law**

Expanded Cash Income Percentile <sup>2,3</sup>	Tax Units		Tax Units with Tax Increase or Cut <sup>4</sup>				Average Tax Change (Dollars) For all Tax Units	
	Number (thousands)	Percent of Total	With Tax Cut		With Tax Increase		All Individual Income and Payroll Tax Provisions <sup>5</sup>	Major Provisions Included Here <sup>6</sup>
			Pct of Tax Units	Avg Tax Change (\$)	Pct of Tax Units	Avg Tax Change (\$)		
Lowest Quintile	49,010	25.5	28.2	-990	0.0	0	-280	-280
Second Quintile	42,030	21.8	10.8	-1,330	*	**	-130	-120
Middle Quintile	40,460	21.0	4.8	-2,030	*	**	-90	-80
Fourth Quintile	32,960	17.1	6.0	-1,670	*	**	-70	-60
Top Quintile	26,630	13.8	5.5	-1,040	7.6	102,770	7,780	7,760
All	192,590	100.0	12.5	-1,190	1.1	109,020	1,010	1,010
<b>Addendum</b>								
80-90	13,680	7.1	7.5	-1,070	0.1	159,360	-10	*
90-95	6,700	3.5	5.7	-990	1.5	26,570	320	340
95-99	5,010	2.6	0.9	-820	21.6	12,080	2,580	2,600
Top 1 Percent	1,230	0.6	0.0	n/a	68.0	228,830	156,300	155,620
Top 0.1 Percent	130	0.1	0.0	n/a	96.1	1,220,430	1,181,060	1,173,160

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) 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 2020 dollars): 20% \$28,300; 40% \$56,300; 60% \$98,800; 80% \$173,400; 90% \$251,700; 95% \$364,700; 99% \$867,900; 99.9% \$4,032,300.

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

(5) 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: corporate income tax provisions; excise tax provisions; provisions related to tax compliance, tax administration, and the premium tax credit.

(6) Due to data limitations, in addition to the provisions outlined in note (5), we also exclude the following provisions: extend and modify the nonbusiness energy property credit; extend and modify the residential energy efficient credit; tax carried interest as ordinary income; and repeal deferral of gain from like-kind exchanges.