

3/7/2023

ESTIMATES OF TOTAL INCOME TAX EXPENDITURES FOR FISCAL YEARS 2021-2031

(in millions of dollars)

	Total from corporations and individuals											
	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2022-2031
National Defense												
1 Exclusion of benefits and allowances to armed forces personnel	\$13,940	\$14,500	\$15,050	\$15,630	\$14,390	\$14,540	\$15,060	\$15,720	\$16,430	\$17,200	\$18,020	\$156,540
International affairs:												
2 Exclusion of income earned abroad by U.S. citizens	\$6,470	\$6,790	\$7,130	\$7,490	\$7,860	\$8,260	\$8,670	\$9,100	\$9,560	\$10,040	\$10,540	\$85,440
3 Exclusion of certain allowances for Federal employees abroad	\$280	\$290	\$310	\$320	\$340	\$360	\$370	\$390	\$410	\$430	\$450	\$3,670
4 Reduced tax rate on active income of controlled foreign corporations (normal tax method)	\$19,520	\$33,810	\$36,350	\$38,870	\$41,180	\$36,720	\$34,220	\$35,280	\$35,990	\$36,830	\$37,720	\$366,970
5 Deduction for foreign-derived intangible income derived from trade or business within the United States	\$6,840	\$11,900	\$12,790	\$13,680	\$14,490	\$9,130	\$9,590	\$9,890	\$10,090	\$10,320	\$10,580	\$112,460
6 Interest Charge Domestic International Sales Corporations (IC-DISCs)	\$990	\$1,520	\$1,590	\$1,670	\$1,770	\$2,040	\$2,280	\$2,410	\$2,520	\$2,630	\$2,750	\$21,180
General science, space, and technology:												
7 Expensing of research and experimentation expenditures (normal tax method)	\$6,420	-\$22,210	-\$39,660	-\$28,680	-\$17,470	-\$5,540	\$0	\$0	\$0	\$0	\$0	-\$113,560
8 Credit for increasing research activities	\$18,520	\$20,400	\$22,020	\$23,500	\$24,940	\$26,380	\$27,850	\$29,350	\$30,900	\$32,520	\$34,210	\$272,070
Energy:												
9 Expensing of exploration and development costs, fuels	-\$50	\$90	\$220	\$350	\$390	\$420	\$440	\$450	\$460	\$460	\$440	\$3,720
10 Excess of percentage over cost depletion, fuels	\$620	\$720	\$790	\$830	\$870	\$940	\$1,010	\$1,090	\$1,150	\$1,210	\$1,270	\$9,880
11 Exception from passive loss limitation for working interests in oil and gas properties	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$200
12 Capital gains treatment of royalties on coal	\$70	\$50	\$50	\$50	\$50	\$60	\$60	\$60	\$70	\$70	\$70	\$590
13 Exclusion of interest on energy facility bonds	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$100
14 Enhanced oil recovery credit	\$510	\$400	\$370	\$590	\$800	\$990	\$1,190	\$1,340	\$1,400	\$1,450	\$1,490	\$10,020
15 Energy production credit 1/	\$5,290	\$5,220	\$5,510	\$5,900	\$6,170	\$5,910	\$5,730	\$5,410	\$5,020	\$4,400	\$3,660	\$52,930
16 Marginal wells credit	\$250	\$270	\$220	\$230	\$290	\$370	\$410	\$440	\$450	\$460	\$470	\$3,610
17 Energy investment credit 1/	\$6,360	\$7,210	\$7,010	\$7,610	\$7,770	\$7,170	\$7,070	\$5,700	\$4,580	\$3,270	\$2,590	\$59,980
18 Alcohol fuel credits 2/	\$10	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19 Bio-Diesel and small agri-biodiesel producer tax credits 3/	\$40	\$40	\$20	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$60
20 Tax credits for clean-fuel burning vehicles and refueling property	\$450	\$580	\$550	\$470	\$460	\$440	\$360	\$310	\$290	\$280	\$270	\$4,010
21 Exclusion of utility conservation subsidies	\$60	\$50	\$50	\$50	\$40	\$40	\$40	\$30	\$30	\$30	\$30	\$390
22 Credit for holding clean renewable energy bonds 4/	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$700
23 Credit for investment in clean coal facilities	\$0	\$0	\$10	\$20	\$40	\$40	\$40	\$30	\$30	\$20	\$20	\$250
24 Amortize all geological and geophysical expenditures over 2 years	\$110	\$120	\$120	\$140	\$140	\$140	\$140	\$140	\$130	\$120	\$120	\$1,310
25 Allowance of deduction for certain energy efficient commercial building property	\$210	\$140	\$120	\$120	\$120	\$130	\$130	\$130	\$130	\$130	\$130	\$1,280
26 Credit for construction of new energy efficient homes	\$370	\$280	\$260	\$250	\$260	\$270	\$170	\$60	\$20	\$0	\$0	\$1,570
27 Credit for energy efficiency improvements to existing homes	\$240	\$120	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$120
28 Credit for residential energy efficient property	\$2,590	\$2,200	\$1,640	\$480	\$140	\$0	\$0	\$0	\$0	\$0	\$0	\$4,460
29 Qualified energy conservation bonds 5/	\$30	\$30	\$30	\$30	\$30	\$30	\$30	\$30	\$30	\$30	\$30	\$300
30 Advanced Energy Property Credit	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$90
31 Advanced nuclear power production credit	\$0	\$30	\$140	\$210	\$240	\$270	\$280	\$280	\$280	\$230	\$100	\$2,060
32 Reduced tax rate for nuclear decommissioning funds	\$110	\$110	\$120	\$120	\$130	\$130	\$140	\$150	\$150	\$160	\$170	\$1,380
Natural resources and environment:												
33 Expensing of exploration and development costs, nonfuel minerals	\$0	\$10	\$10	\$20	\$40	\$40	\$40	\$40	\$40	\$40	\$40	\$320
34 Excess of percentage over cost depletion, nonfuel minerals	\$110	\$120	\$140	\$140	\$150	\$160	\$180	\$200	\$200	\$220	\$220	\$1,730
35 Exclusion of interest on bonds for water, sewage, and hazardous waste facilities	\$350	\$360	\$350	\$360	\$360	\$390	\$400	\$400	\$430	\$420	\$430	\$3,900
36 Capital gains treatment of certain timber income	\$140	\$140	\$150	\$150	\$160	\$170	\$190	\$200	\$210	\$220	\$230	\$1,820
37 Expensing of multiperiod timber growing costs	\$210	\$220	\$220	\$240	\$240	\$250	\$260	\$280	\$280	\$290	\$300	\$2,580
38 Tax incentives for preservation of historic structures	\$610	\$580	\$670	\$810	\$910	\$980	\$1,020	\$1,030	\$1,040	\$1,060	\$1,070	\$9,170
39 Carbon oxide sequestration credit	\$460	\$580	\$720	\$820	\$1,020	\$1,310	\$2,180	\$2,970	\$3,250	\$3,570	\$3,710	\$20,130
40 Deduction for endangered species recovery expenditures	\$30	\$30	\$30	\$40	\$40	\$40	\$60	\$60	\$60	\$70	\$70	\$500
Agriculture:												
41 Expensing of certain capital outlays	\$110	\$120	\$130	\$130	\$140	\$170	\$190	\$200	\$200	\$210	\$220	\$1,710
42 Expensing of certain multiperiod production costs	\$320	\$270	\$280	\$290	\$310	\$380	\$420	\$440	\$460	\$480	\$500	\$3,830
43 Treatment of loans forgiven for solvent farmers	\$50	\$60	\$60	\$60	\$60	\$70	\$70	\$70	\$70	\$70	\$70	\$660
44 Capital gains treatment of certain agriculture income	\$1,370	\$1,440	\$1,500	\$1,540	\$1,610	\$1,750	\$1,890	\$1,980	\$2,080	\$2,180	\$2,280	\$18,250
45 Income averaging for farmers	\$190	\$200	\$200	\$210	\$220	\$230	\$230	\$230	\$230	\$230	\$230	\$2,210
46 Deferral of gain on sale of farm refiners	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$200
47 Expensing of reforestation expenditures	\$50	\$60	\$60	\$60	\$70	\$70	\$80	\$80	\$80	\$80	\$80	\$720
Commerce and housing:												
48 Financial institutions and insurance:												
48 Exemption of credit union income	\$2,080	\$2,120	\$2,170	\$2,350	\$2,410	\$2,450	\$2,650	\$2,740	\$2,790	\$2,830	\$2,820	\$25,330
49 Exclusion of life insurance death benefits	\$11,970	\$12,910	\$13,400	\$14,130	\$14,930	\$15,890	\$16,850	\$17,140	\$17,700	\$18,180	\$18,590	\$159,720
50 Exemption or special alternative tax for small property and casualty insurance companies	\$1,050	\$1,170	\$1,210	\$1,240	\$1,270	\$1,300	\$1,350	\$1,380	\$1,410	\$1,470	\$1,510	\$13,310
51 Tax exemption of insurance income earned by tax-exempt organizations	\$330	\$350	\$360	\$370	\$370	\$380	\$390	\$390	\$400	\$410	\$420	\$3,840
52 Exclusion of interest spread of financial institutions	\$3,110	\$2,030	\$2,100	\$2,170	\$2,260	\$2,400	\$2,530	\$2,600	\$2,690	\$2,780	\$2,860	\$24,420
53 Housing:												
53 Exclusion of interest on owner-occupied mortgage subsidy bonds	\$910	\$920	\$890	\$920	\$920	\$1,000	\$1,040	\$1,050	\$1,140	\$1,090	\$1,130	\$10,100
54 Exclusion of interest on rental housing bonds	\$1,540	\$1,560	\$1,510	\$1,550	\$1,560	\$1,690	\$1,750	\$1,780	\$1,930	\$1,830	\$1,910	\$17,070
55 Deductibility of mortgage interest on owner-occupied homes	\$29,370	\$30,340	\$31,340	\$33,530	\$36,770	\$79,990	\$105,190	\$111,260	\$117,100	\$123,350	\$129,490	\$798,360
56 Deductibility of State and local property tax on owner-occupied homes 17/	\$6,740	\$7,030	\$7,070	\$7,290	\$7,700	\$39,370	\$57,270	\$60,230	\$63,060	\$66,110	\$69,310	\$384,440
57 Deferral of income from installment sales	\$1,490	\$1,560	\$1,620	\$1,670	\$1,730	\$1,800	\$1,870	\$1,940	\$2,020	\$2,110	\$2,200	\$18,520

58	Capital gains exclusion on home sales	\$40,900	\$42,730	\$44,640	\$46,410	\$48,110	\$53,260	\$56,890	\$58,980	\$61,240	\$63,650	\$66,210	\$542,120
59	Exclusion of net imputed rental income	\$124,100	\$130,880	\$135,350	\$137,800	\$139,670	\$168,950	\$176,240	\$183,760	\$191,740	\$200,200	\$209,370	\$1,673,960
60	Exception from passive loss rules for \$25,000 of rental loss	\$5,910	\$5,940	\$6,200	\$6,460	\$6,980	\$7,720	\$8,010	\$8,260	\$8,480	\$8,750	\$9,080	\$75,880
61	Credit for low-income housing investments	\$8,900	\$11,280	\$10,540	\$10,380	\$10,340	\$10,410	\$10,690	\$10,970	\$11,250	\$11,550	\$11,850	\$109,260
62	Accelerated depreciation on rental housing (normal tax method)	\$4,390	\$4,430	\$4,550	\$4,820	\$5,160	\$5,720	\$6,310	\$6,740	\$7,060	\$7,260	\$7,490	\$59,540
63	Discharge of mortgage indebtedness	\$250	\$270	\$280	\$290	\$310	\$80	\$0	\$0	\$0	\$0	\$0	\$1,230
64	Premiums for mortgage insurance deductible as interest	\$580	\$150	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$150
Commerce:													
65	Discharge of business indebtedness	\$30	\$40	\$20	\$20	\$10	\$30	\$30	\$30	\$30	\$40	\$40	\$290
66	Exceptions from imputed interest rules	\$20	\$30	\$40	\$50	\$50	\$60	\$70	\$70	\$80	\$80	\$80	\$610
67	Treatment of qualified dividends	\$31,650	\$33,120	\$34,660	\$35,880	\$37,560	\$40,660	\$43,600	\$45,580	\$47,870	\$50,100	\$52,400	\$421,430
68	Capital gains (except agriculture, timber, iron ore, and coal)	\$102,250	\$107,710	\$111,640	\$115,280	\$119,950	\$130,650	\$141,370	\$147,950	\$155,320	\$162,550	\$170,430	\$1,362,850
69	Capital gains exclusion of small corporation stock	\$1,520	\$1,620	\$1,740	\$1,830	\$1,900	\$1,970	\$2,040	\$2,110	\$2,200	\$2,290	\$2,390	\$20,090
70	Step-up basis of capital gains at death	\$41,850	\$43,910	\$46,060	\$48,480	\$51,420	\$53,990	\$58,580	\$62,250	\$66,070	\$70,270	\$74,830	\$575,860
71	Carryover basis of capital gains on gifts	\$3,400	\$4,290	\$4,360	\$4,610	\$4,650	\$5,240	\$5,890	\$5,700	\$5,590	\$5,590	\$5,670	\$51,590
72	Ordinary income treatment of loss from small business corporation stock sale	\$70	\$70	\$70	\$80	\$80	\$80	\$80	\$90	\$90	\$90	\$90	\$820
73	Deferral of gains from like-kind exchanges	\$3,520	\$3,690	\$3,870	\$4,060	\$4,260	\$4,480	\$4,690	\$4,930	\$5,180	\$5,430	\$5,710	\$46,300
74	Depreciation of buildings other than rental housing (normal tax method)	\$3,700	\$3,470	\$3,040	\$2,800	\$2,680	\$2,620	\$2,520	\$2,580	\$2,690	\$2,730	\$2,860	\$27,990
75	Accelerated depreciation of machinery and equipment (normal tax method)	\$31,470	\$26,180	\$11,510	\$2,550	-\$14,470	-\$25,430	-\$37,190	-\$29,250	-\$15,150	-\$6,710	-\$1,390	-\$94,450
76	Expensing of certain small investments (normal tax method)	-\$1,580	-\$760	\$3,470	\$6,980	\$9,400	\$12,340	\$15,400	\$14,330	\$12,040	\$10,840	\$10,270	\$94,310
77	Exclusion of interest on small issue bonds	\$100	\$100	\$90	\$90	\$90	\$110	\$110	\$110	\$120	\$120	\$120	\$1,060
78	Special rules for certain film and TV production	-\$50	\$0	\$100	\$180	\$240	-\$390	-\$530	-\$260	-\$120	-\$50	-\$20	-\$850
79	Allow 20-percent deduction to certain pass-through income	\$33,780	\$56,070	\$56,700	\$59,150	\$63,030	\$25,910	\$0	\$0	\$0	\$0	\$0	\$260,860
Transportation:													
80	Tonnage tax	\$100	\$110	\$110	\$110	\$120	\$120	\$120	\$130	\$130	\$140	\$140	\$1,230
81	Deferral of tax on shipping companies	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$100
82	Exclusion of reimbursed employee parking expenses	\$1,460	\$1,740	\$2,090	\$2,150	\$2,220	\$2,330	\$2,440	\$2,550	\$2,670	\$2,850	\$3,040	\$24,080
83	Exclusion for employer-provided transit passes	\$290	\$360	\$440	\$470	\$490	\$530	\$570	\$610	\$660	\$750	\$840	\$5,720
84	Tax credit for certain expenditures for maintaining railroad tracks	\$170	\$170	\$130	\$80	\$60	\$40	\$30	\$30	\$20	\$10	\$10	\$580
85	Exclusion of interest on bonds for Highway Projects and rail-truck transfer facilities	\$250	\$250	\$230	\$230	\$210	\$200	\$190	\$180	\$170	\$160	\$150	\$1,970
Community and regional development:													
86	Exclusion of interest for airport, dock, and similar bonds	\$920	\$930	\$900	\$930	\$930	\$1,010	\$1,040	\$1,060	\$1,150	\$1,100	\$1,140	\$10,190
87	Exemption of certain mutuals' and cooperatives' income	\$90	\$100	\$100	\$100	\$100	\$110	\$110	\$110	\$110	\$120	\$120	\$1,080
88	Empowerment zones	\$130	\$90	\$100	\$110	\$110	\$90	\$60	\$40	\$20	\$20	\$20	\$660
89	New markets tax credit	\$1,140	\$1,170	\$1,210	\$1,250	\$1,310	\$1,360	\$1,340	\$1,230	\$1,060	\$870	\$640	\$11,440
90	Credit to holders of Gulf Tax Credit Bonds.	\$120	\$110	\$100	\$90	\$80	\$80	\$80	\$70	\$60	\$60	\$50	\$780
91	Recovery Zone Bonds 5/	\$110	\$100	\$90	\$80	\$80	\$70	\$70	\$60	\$60	\$50	\$40	\$700
92	Tribal Economic Development Bonds	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$100
93	Opportunity Zones	\$2,990	\$3,490	\$2,100	\$2,180	\$2,070	-\$5,580	-\$11,220	\$590	\$780	\$990	\$1,120	-\$3,480
94	Employee retention credit	\$160	\$160	\$90	\$60	\$60	\$50	\$40	\$40	\$30	\$30	\$20	\$580
Education, training, employment, and social services:													
Education:													
95	Exclusion of scholarship and fellowship income (normal tax method)	\$3,790	\$4,140	\$4,280	\$4,520	\$4,800	\$5,370	\$6,230	\$6,590	\$6,980	\$7,380	\$7,800	\$58,090
96	Tax credits and deductions for postsecondary education expenses 6/	\$9,250	\$14,620	\$14,380	\$14,320	\$14,180	\$14,070	\$14,130	\$13,900	\$13,670	\$13,430	\$13,200	\$139,900
97	Deductibility of student-loan interest	\$2,110	\$2,260	\$2,190	\$2,280	\$2,330	\$2,530	\$2,880	\$2,920	\$3,040	\$3,060	\$3,100	\$26,590
98	Qualified tuition programs (includes Education IRA)	\$2,790	\$2,970	\$3,200	\$3,570	\$4,060	\$4,980	\$5,980	\$7,090	\$8,550	\$10,500	\$13,070	\$63,970
99	Exclusion of interest on student-loan bonds	\$180	\$180	\$180	\$180	\$180	\$200	\$200	\$210	\$220	\$220	\$220	\$1,990
100	Exclusion of interest on bonds for private nonprofit educational facilities	\$2,450	\$2,470	\$2,400	\$2,460	\$2,480	\$2,690	\$2,780	\$2,820	\$3,070	\$2,920	\$3,030	\$27,120
101	Credit for holders of zone academy bonds 7/	\$290	\$270	\$250	\$230	\$200	\$180	\$180	\$160	\$160	\$140	\$140	\$1,910
102	Exclusion of interest on savings bonds redeemed to finance educational expenses	\$40	\$40	\$40	\$40	\$40	\$50	\$50	\$50	\$50	\$50	\$50	\$460
103	Parental personal exemption for students age 19 or over	\$0	\$0	\$0	\$0	\$0	\$3,400	\$5,020	\$4,930	\$4,830	\$4,740	\$4,640	\$27,560
104	Deductibility of charitable contributions (education)	\$6,840	\$7,270	\$7,730	\$8,170	\$8,600	\$10,260	\$13,220	\$13,820	\$14,480	\$14,720	\$14,970	\$113,240
105	Exclusion of employer-provided educational assistance	\$1,390	\$1,510	\$1,630	\$1,740	\$1,860	\$1,650	\$1,570	\$1,650	\$1,730	\$1,810	\$1,900	\$17,050
106	Special deduction for teacher expenses	\$170	\$180	\$170	\$170	\$180	\$190	\$210	\$210	\$210	\$210	\$220	\$1,950
107	Discharge of student loan indebtedness	\$90	\$90	\$100	\$110	\$120	\$150	\$170	\$190	\$210	\$240	\$260	\$1,640
108	Qualified school construction bonds 8/	\$540	\$520	\$490	\$470	\$440	\$410	\$390	\$360	\$330	\$320	\$300	\$4,030
Training, employment, and social services:													
109	Work opportunity tax credit	\$1,690	\$1,780	\$1,830	\$1,890	\$1,950	\$1,300	\$530	\$370	\$280	\$200	\$160	\$10,290
110	Employer provided child care exclusion	\$420	\$530	\$640	\$680	\$730	\$970	\$1,100	\$1,170	\$1,240	\$1,320	\$1,390	\$9,770
111	Employer-provided child care credit	\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$30	\$30	\$30	\$40	\$250
112	Assistance for adopted foster children	\$660	\$700	\$750	\$800	\$850	\$900	\$960	\$1,020	\$1,080	\$1,150	\$1,220	\$9,430
113	Adoption credit and exclusion	\$790	\$830	\$860	\$880	\$900	\$910	\$920	\$930	\$940	\$950	\$950	\$9,070
114	Exclusion of employee meals and lodging (other than military)	\$5,620	\$7,760	\$8,120	\$8,050	\$8,270	\$9,560	\$10,300	\$10,570	\$10,870	\$11,210	\$11,560	\$96,270
115	Credit for child and dependent care expenses 9/	\$3,860	\$5,230	\$3,480	\$3,540	\$3,610	\$3,730	\$3,870	\$3,950	\$4,040	\$4,120	\$4,210	\$39,780
116	Credit for disabled access expenditures	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$100
117	Deductibility of charitable contributions, other than education and health	\$52,140	\$55,500	\$58,860	\$62,250	\$65,550	\$79,070	\$103,560	\$108,430	\$113,540	\$118,890	\$124,490	\$890,140
118	Exclusion of certain foster care payments	\$510	\$510	\$520	\$530	\$540	\$540	\$540	\$540	\$560	\$580	\$590	\$5,450
119	Exclusion of parsonage allowances	\$950	\$1,000	\$1,050	\$1,110	\$1,170	\$1,230	\$1,300	\$1,370	\$1,440	\$1,510	\$1,590	\$12,770
120	Indian employment credit	\$70	\$50	\$30	\$30	\$30	\$20	\$20	\$20	\$10	\$10	\$10	\$230
121	Credit for employer differential wage payments	\$0	\$0	\$0	\$0	\$0	\$10	\$10	\$10	\$20	\$20	\$20	\$90
Health:													
122	Exclusion of employer contributions for medical insurance premiums and medical care 10/	\$7,690	\$8,010	\$8,530	\$9,080	\$9,650	\$11,070	\$12,180	\$12,870	\$13,580	\$14,300	\$15,120	\$114,390
123	Self-employed medical insurance premiums	\$10,760	\$10,890	\$11,150	\$11,610	\$12,220	\$13,900	\$14,960	\$15,490	\$16,050	\$16,540	\$17,020	\$139,830
124	Medical Savings Accounts / Health Savings Accounts	\$8,350	\$8,820	\$9,390	\$10,100	\$10,980	\$16,760	\$20,830	\$22,660	\$24,600	\$26,700	\$28,940	\$179,780
125	Deductibility of medical expenses	\$3,510	\$3,530	\$3,430	\$3,520	\$3,540	\$3,840	\$3,970	\$4,040	\$4,380	\$4,170	\$4,320	\$38,740
126	Exclusion of interest on hospital construction bonds	\$6,360	\$5,160	\$3,690	\$3,990	\$4,270	\$4,980	\$5,450	\$5,910	\$6,310	\$6,670	\$7,090	\$53,520
127	Refundable Premium Assistance Tax Credit 11/	\$40	\$30	\$10	\$10	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$50

128	Credit for employee health insurance expenses of small business	\$9,970	\$10,570	\$11,170	\$11,770	\$12,350	\$14,090	\$17,030	\$17,820	\$18,620	\$19,470	\$20,330	\$153,220
129	Deductibility of charitable contributions (health)	\$1,900	\$2,290	\$2,750	\$3,310	\$3,990	\$4,800	\$5,770	\$6,940	\$8,360	\$10,060	\$12,110	\$60,380
130	Tax credit for orphan drug research	\$230	\$300	\$330	\$350	\$360	\$380	\$400	\$430	\$460	\$490	\$530	\$4,030
131	Special Blue Cross/Blue Shield tax benefits	\$450	\$460	\$470	\$490	\$500	\$590	\$630	\$650	\$660	\$670	\$670	\$5,790
132	Distributions from retirement plans for premiums for health and long-term care insurance	\$1,180	\$180	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$180
133	Credit for family and sick leave taken by self-employed individuals 13/												
Income security:		\$72,570	\$65,240	\$76,880	\$77,010	\$77,470	\$48,710	\$20,580	\$20,330	\$20,100	\$19,880	\$19,660	\$445,860
134	Child credit 15/	\$300	\$280	\$250	\$230	\$210	\$200	\$190	\$170	\$140	\$110	\$80	\$1,860
135	Exclusion of railroad retirement (Social Security equivalent) benefits	\$9,010	\$9,020	\$9,030	\$9,040	\$9,040	\$9,050	\$9,060	\$9,070	\$9,080	\$9,080	\$9,090	\$90,560
136	Exclusion of workers' compensation benefits	\$600	\$600	\$630	\$630	\$640	\$680	\$700	\$730	\$740	\$730	\$770	\$6,850
137	Exclusion of public assistance benefits (normal tax method)	\$20	\$20	\$20	\$20	\$20	\$20	\$10	\$10	\$10	\$10	\$10	\$150
138	Exclusion of special benefits for disabled coal miners	\$170	\$170	\$170	\$170	\$180	\$200	\$210	\$210	\$220	\$220	\$230	\$1,980
139	Exclusion of military disability pensions												
	Net exclusion of pension contributions and earnings:	\$70,340	\$73,370	\$74,750	\$77,170	\$78,490	\$86,410	\$86,680	\$87,300	\$84,610	\$81,640	\$77,550	\$807,970
140	Defined benefit employer plans	\$100,020	\$102,850	\$109,150	\$111,860	\$117,110	\$138,380	\$142,790	\$148,130	\$154,690	\$161,090	\$167,690	\$1,353,740
141	Defined contribution employer plans	\$20,770	\$19,890	\$21,460	\$22,630	\$23,660	\$28,840	\$30,570	\$32,170	\$34,010	\$36,300	\$38,780	\$288,310
142	Individual Retirement Accounts	\$1,220	\$1,260	\$1,300	\$1,270	\$1,270	\$1,440	\$1,410	\$1,400	\$1,400	\$1,390	\$1,400	\$13,540
143	Low and moderate income savers credit	\$32,260	\$33,170	\$35,210	\$36,080	\$37,780	\$44,640	\$46,060	\$47,780	\$49,900	\$51,960	\$54,090	\$436,670
144	Self-Employed plans												
	Exclusion of other employee benefits:	\$3,190	\$3,250	\$3,330	\$3,450	\$3,580	\$4,060	\$4,310	\$4,450	\$4,590	\$4,740	\$4,900	\$40,660
145	Premiums on group term life insurance	\$340	\$340	\$340	\$350	\$350	\$350	\$350	\$350	\$350	\$350	\$350	\$3,480
146	Premiums on accident and disability insurance	\$20	\$10	\$20	\$20	\$30	\$30	\$30	\$40	\$40	\$40	\$40	\$300
147	Income of trusts to finance supplementary unemployment benefits	\$1,130	\$1,190	\$1,260	\$1,330	\$1,420	\$1,580	\$1,640	\$1,720	\$1,810	\$1,900	\$1,990	\$15,840
148	Income of trusts to finance voluntary employee benefits associations	\$210	\$220	\$220	\$230	\$230	\$240	\$240	\$250	\$250	\$270	\$270	\$2,420
149	Special ESOP rules	\$40	\$40	\$40	\$40	\$50	\$50	\$50	\$50	\$50	\$60	\$60	\$490
150	Additional deduction for the blind	\$5,900	\$6,020	\$6,520	\$6,940	\$7,490	\$6,450	\$6,960	\$7,500	\$7,820	\$8,370	\$8,940	\$73,010
151	Additional deduction for the elderly	\$0	\$0	\$0	\$0	\$0	\$650	\$1,010	\$1,030	\$1,070	\$1,100	\$1,140	\$5,010
152	Deductibility of casualty losses	\$2,080	\$2,410	\$2,780	\$2,970	\$3,060	\$3,130	\$4,590	\$4,730	\$4,870	\$5,040	\$5,200	\$38,780
153	Earned income tax credit 16/	\$20,480	\$1,280	\$20	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,300
154	Recovery rebate credits 17/	\$26,480	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Social Security:													
	Exclusion of social security benefits:												
155	Social Security benefits for retired and disabled workers and spouses, dependents and survivors	\$26,630	\$27,240	\$27,570	\$29,330	\$29,890	\$33,300	\$38,390	\$40,090	\$41,900	\$43,740	\$45,510	\$356,960
156	Credit for certain employer contributions to social security	\$1,040	\$1,410	\$1,560	\$1,670	\$1,780	\$1,890	\$1,990	\$2,100	\$2,210	\$2,320	\$2,420	\$19,350
Veterans benefits and services:													
157	Exclusion of veterans death benefits and disability compensation	\$9,770	\$11,010	\$11,380	\$11,720	\$12,160	\$13,180	\$14,950	\$15,580	\$16,230	\$16,890	\$17,590	\$140,690
158	Exclusion of veterans pensions	\$220	\$230	\$220	\$210	\$210	\$220	\$250	\$250	\$250	\$250	\$250	\$2,340
159	Exclusion of GI bill benefits	\$1,470	\$1,510	\$1,470	\$1,500	\$1,550	\$1,670	\$1,880	\$1,950	\$2,020	\$2,090	\$2,170	\$17,810
160	Exclusion of interest on veterans housing bonds	\$80	\$90	\$90	\$80	\$90	\$90	\$100	\$100	\$110	\$110	\$100	\$960
General purpose fiscal assistance:													
161	Exclusion of interest on public purpose State and local bonds	\$31,240	\$31,520	\$30,520	\$31,360	\$31,580	\$34,230	\$35,380	\$35,950	\$38,990	\$37,130	\$38,540	\$345,200
162	Build America Bonds 18/	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
163	Deductibility of nonbusiness State and local taxes other than on owner-occupied homes 19/	\$7,170	\$7,670	\$7,710	\$7,880	\$8,240	\$86,240	\$120,500	\$121,690	\$127,380	\$133,560	\$140,090	\$760,960
Interest:													
164	Deferral of interest on U.S. savings bonds	\$840	\$830	\$820	\$810	\$800	\$800	\$790	\$780	\$770	\$760	\$750	\$7,910
Addendum: Aid to State and local governments:													
	Deductibility of:												
	Property taxes on owner-occupied homes	\$6,740	\$7,030	\$7,070	\$7,290	\$7,700	\$39,370	\$57,270	\$60,230	\$63,060	\$66,110	\$69,310	\$384,440
	Nonbusiness State and local taxes other than on owner-occupied homes	\$7,170	\$7,670	\$7,710	\$7,880	\$8,240	\$86,240	\$120,500	\$121,690	\$127,380	\$133,560	\$140,090	\$760,960
	Exclusion of interest on State and local bonds for:												
	Public purposes	\$31,240	\$31,520	\$30,520	\$31,360	\$31,580	\$34,230	\$35,380	\$35,950	\$38,990	\$37,130	\$38,540	\$345,200
	Energy facilities	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$10	\$100
	Water, sewage, and hazardous waste disposal facilities	\$350	\$360	\$350	\$360	\$360	\$390	\$400	\$400	\$430	\$420	\$430	\$3,900
	Small-issues	\$100	\$100	\$90	\$90	\$90	\$110	\$110	\$110	\$120	\$120	\$120	\$1,060
	Owner-occupied mortgage subsidies	\$910	\$920	\$890	\$920	\$920	\$1,000	\$1,040	\$1,050	\$1,140	\$1,090	\$1,130	\$10,100
	Rental housing	\$1,540	\$1,560	\$1,510	\$1,550	\$1,560	\$1,690	\$1,750	\$1,780	\$1,930	\$1,830	\$1,910	\$17,070
	Airports, docks, and similar facilities	\$920	\$930	\$900	\$930	\$930	\$1,010	\$1,040	\$1,060	\$1,150	\$1,100	\$1,140	\$10,190
	Student loans	\$180	\$180	\$180	\$180	\$180	\$200	\$200	\$210	\$220	\$220	\$220	\$1,990
	Private nonprofit educational facilities	\$2,450	\$2,470	\$2,400	\$2,460	\$2,480	\$2,690	\$2,780	\$2,820	\$3,070	\$2,920	\$3,030	\$27,120
	Hospital construction	\$3,510	\$3,530	\$3,430	\$3,520	\$3,540	\$3,840	\$3,970	\$4,040	\$4,380	\$4,170	\$4,320	\$38,740
	Veterans' housing	\$80	\$90	\$90	\$80	\$90	\$90	\$100	\$100	\$110	\$110	\$100	\$960

Notes:

- 1/ Firms can take an energy grant in lieu of the energy production credit or the energy investment credit for facilities whose construction began in 2009, 2010, or 2011. The effect of the grant on outlays (in millions of dollars) is as follows: \$0 in 2019 and thereafter.
- 2/ The alternative fuel mixture credit results in a reduction in excise tax receipts (in millions of dollars) as follows: 2020 \$550; 2021 \$1,020; 2022 \$330 and \$0 thereafter.
- 3/ In addition, the biodiesel producer tax credit results in a reduction in excise tax receipts (in millions of dollars) as follows: 2020 \$5,090; 2021 \$3,000; 2022 \$2,720; 2023 \$1,340 and \$0 thereafter.
- 4/ In addition, the credit for holding clean renewable energy bonds has outlay effects of (in millions of dollars):
2020 \$30; 2021 \$40; 2022 \$40; 2023 \$40; 2024 \$40; 2025 \$40; 2026, \$40; 2027 \$40; 2028 \$40; 2029 \$40, and 2030 \$40.
- 5/ In addition, the qualified energy conservation bonds have outlay effects of (in millions of dollars):
2020 \$30; 2021 \$40; 2022 \$40; 2023 \$40; 2024 \$40; 2025 \$40; 2026, \$40; 2027 \$40; 2028 \$40; 2029 \$40, and 2030 \$40.
- 6/ In addition, recovery zone bonds have outlay effects (in millions of dollars) as follows:
2020 \$90; 2021 \$120; 2022 \$120; 2023 \$120; 2024 \$110; 2025 \$110; 2026, \$110; 2027 \$110; 2028 \$110; 2029 \$110, and 2030 \$100.
- 7/ In addition, the tax credits for postsecondary education expenses have outlay effects of (in millions of dollars):
2020 \$2810; 2021 \$2950; 2022 \$2980; 2023 \$3020; 2024 \$3010; 2025 \$2980; 2026 \$2950; 2027 \$2920; 2028 \$2880; 2029 \$2850; and 2030 \$2810
- 8/ In addition, the credit for holders of zone academy bonds has outlay effects of (in millions of dollars):
2020 \$30; 2021 \$40; 2022 \$40; 2023 \$40; 2024 \$40; 2025 \$40; 2026 \$40; 2027 \$40; 2028 \$40; 2029 \$40, and 2030 \$40.
- 9/ In addition, the provision for school construction bonds has outlay effects of (in millions of dollars):
2020 \$460; 2021 \$570; 2022 \$560; 2023 \$560; 2024 \$560; 2025 \$550; 2026 \$550; 2027 \$550; 2028 \$540; 2029 \$540, and 2030 \$540.
- 10/ In addition, the employer contributions for health have effects on payroll tax receipts (in millions of dollars) as follows: 2020 \$120,580; 2021 \$131,100; 2022 \$140,480;
*2023
\$144,890*
- 11/ In addition, the premium assistance credit provision has outlay effects (in millions of dollars) as follows:
2020 \$44,550; 2021 \$43,440; 2022 \$35,290; 2023 \$33,700; 2024 \$34,770; 2025 \$35,610; 2026 \$36,290; 2027 \$37,330; 2028 \$39,380; 2029 \$41,790; and 2030 \$43,890.
- 12/ In addition, the small business credit provision has outlay effects (in millions of dollars) as follows:
The outlays round down to zero.
- 13/ In addition, the effect of the health coverage tax credit on receipts has outlay effects of (in millions of dollars)
\$10 in 2020 and \$0 thereafter.
- 14/ In addition, the credit for sick and family leave taken by self-employed individuals has outlay effects of (in millions of dollars):
2020 \$0; 2021 \$80; 2022 \$20; 2023 \$0; 2024 \$0; 2025 \$0; 2026 \$0; 2027 \$0, 2028 \$0; 2029 \$0; 2030 \$0;
- 15/ In addition, the effect of the child tax credit on receipts has outlay effects of (in millions of dollars):
2020 \$45,200; 2021 \$43,100; 2022 \$36,810; 2023 \$35,340; 2024 \$36,060; 2025 \$35,780; 2026 \$35,320; 2027 \$22,740; 2028 \$22,500; 2029 \$22,230; and 2030 \$22,060 .
The child tax credit line also includes the credit for other dependents (in millions of dollars):
2020 \$9,690; 2021 \$9,820; 2022 \$9,890; 2023 \$10,140; 2024 \$10,270; 2025 \$10,300; 2026 \$5,920; 2027 \$0; 2028 \$0; 2029 \$0; and 2030 0.
- 16/ In addition, the earned income tax credit on receipts has outlay effects of (in millions of dollars):
2020 \$66,420; 2021 \$68,100; 2022 \$68,210; 2023 \$66,110; 2024 \$67,210; 2025 \$68,050; 2026 \$68,470; 2027 \$67,980; 2028 \$68,580; 2029 \$69,380; and 2030 \$70,330.
- 17/ In addition, the recovery rebate credits have outlay effects of (in millions of dollars):
2020 \$274,650; 2021 \$161,390; 2022 \$1,630 and \$0 thereafter.
- 18/ In addition, the Build America Bonds have outlay effects of (in millions of dollars):
2020 \$1,980; 2021 \$2,810; 2022 \$2,790; 2023 \$2,770; 2024 \$2,750; 2025 \$2,730; 2026 \$2,710; 2027 \$2,690; 2028 \$2,670; 2029 \$2,650, and 2030 \$2,630.
- 19/ Because of interactions with the \$10,000 cap on state and local tax deductions for the years 2018 through 2025, these estimates understate the combined effects of repealing deductions for both property taxes on owner occupied housing and other non-business taxes. The estimate of repealing both is (in millions of dollars):
2020 \$20,200; 2021 \$20,160; 2022 \$21,090; 2023 \$21,840; 2024 \$22,920; 2025 \$24,000; 2026 \$159,760; 2027 \$157,820; 2028 \$164,500; 2029 \$172,520; and 2030 \$180,700.
- Source:** U.S. Department of the Treasury, Tax Expenditures, March 2023. <https://home.treasury.gov/policy-issues/tax-policy/tax-expenditures>