

**T17-0223**  
**Unified Framework**  
**Baseline: Current Law**  
**Impact on Tax Revenue, 2018-27 by Fiscal Year and Total for FY2028-37**

Provision	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2018-27	2028-37
<b>Individual Non-Business Provisions</b>												
Repeal alternative minimum tax (AMT)	-26.6	-36.7	-39.3	-41.6	-43.7	-45.7	-47.9	-50.4	-52.7	-54.9	-439.5	-713.9
Individual income tax rates of 12, 25, and 35 percent	-70.1	-97.7	-102.4	-107.9	-113.9	-120.3	-127.5	-135.3	-143.2	-151.4	-1,169.6	-2,015.6
Increase standard deduction to \$12,000/\$18,000/\$24,000	-60.0	-79.8	-80.5	-81.5	-83.5	-85.4	-86.7	-89.2	-91.0	-92.8	-830.4	-1,120.7
Increase child tax credit to \$1,500 and enact \$500 non-child dependent credit	-20.5	-27.7	-27.8	-27.9	-28.0	-27.9	-27.9	-27.8	-27.8	-27.6	-271.0	-271.1
Repeal personal exemptions for taxpayer, spouse, and dependents	104.2	142.7	147.7	152.8	157.9	163.0	169.5	175.2	180.6	187.4	1,581.1	2,292.7
Repeal state and local tax deduction	78.3	103.4	110.2	118.5	126.2	134.2	142.9	152.2	162.1	172.0	1,300.0	2,340.8
Repeal other itemized deductions (except charitable giving and mortgage interest) and Pease	8.3	12.0	13.5	14.9	16.5	18.1	19.7	21.6	24.1	26.7	175.5	375.6
Repeal unspecified exemptions, deductions, and credits	----- Insufficient detail to estimate -----											
Index tax system using chained CPI	1.1	3.5	6.2	7.7	10.7	13.0	16.0	19.5	22.2	25.1	125.0	484.9
<b>Total for individual non-business provisions</b>	<b>14.6</b>	<b>19.8</b>	<b>27.7</b>	<b>35.0</b>	<b>42.2</b>	<b>49.0</b>	<b>58.0</b>	<b>65.9</b>	<b>74.3</b>	<b>84.5</b>	<b>471.0</b>	<b>1,372.6</b>
<b>Pass-Through Business Provisions</b>												
Maximum individual tax rate of 25 percent on pass-through income	-36.6	-51.6	-54.6	-57.7	-61.3	-65.3	-70.0	-75.5	-81.2	-87.5	-641.1	-1,160.9
Income recharacterization due to rate differential on wages and pass-through income	-1.6	-4.0	-6.8	-10.1	-13.7	-15.6	-17.0	-18.3	-19.9	-21.4	-128.5	-298.5
Expensing of equipment placed in service 9-28-17 through 12-31-22	-19.5	-13.7	-12.6	-10.5	-8.4	10.1	14.6	11.1	8.1	5.6	-15.3	13.6
Repeal the deduction for domestic production activities and certain business credits	3.4	5.7	6.4	6.6	6.7	6.8	6.8	6.9	7.0	7.0	63.4	74.6
Repeal unspecified business exclusions and deductions	----- Insufficient detail to estimate -----											
<b>Total for pass-through business provisions</b>	<b>-54.3</b>	<b>-63.5</b>	<b>-67.7</b>	<b>-71.7</b>	<b>-76.7</b>	<b>-63.9</b>	<b>-65.6</b>	<b>-75.8</b>	<b>-86.0</b>	<b>-96.3</b>	<b>-721.5</b>	<b>-1,371.2</b>
<b>Corporate Provisions</b>												
Reduce corporate rate to 20% and repeal the corporate AMT	-87.6	-173.0	-204.3	-202.9	-205.4	-209.1	-215.2	-222.1	-230.2	-239.5	-1,989.4	-2,990.6
Expensing of equipment placed in service 9-28-17 through 12-31-22	-110.5	-95.9	-100.3	-94.1	-77.6	13.5	89.7	88.1	64.9	45.4	-176.6	133.0
Partial limit on deduction of net interest expense	----- Insufficient detail to estimate -----											
Territorial system with global reduced rate tax on foreign profits of US multinationals	-3.7	-7.5	-8.6	-8.9	-9.2	-9.6	-9.9	-10.3	-10.8	-11.2	-89.6	-139.6
Deemed repatriation over 8 years of accumulated untaxed pre-2018 earnings of CFCs, with reduced rates	9.0	18.1	20.1	20.1	20.1	20.1	20.1	20.1	11.1	2.0	160.9	0.0
Repeal the deduction for domestic production activities and certain business credits	6.7	13.9	16.4	17.4	17.9	18.4	18.8	19.2	19.7	20.2	168.7	232.7
Repeal unspecified business exclusions and deductions	----- Insufficient detail to estimate -----											
<b>Total for corporate provisions</b>	<b>-186.0</b>	<b>-244.4</b>	<b>-276.6</b>	<b>-268.3</b>	<b>-254.2</b>	<b>-166.7</b>	<b>-96.5</b>	<b>-105.0</b>	<b>-145.3</b>	<b>-183.0</b>	<b>-1,926.0</b>	<b>-2,764.5</b>
<b>Estate and Gift Tax Provisions</b>												
Repeal the estate and GST taxes effective January 1, 2018	0.0	-15.3	-22.8	-24.7	-25.8	-27.0	-28.5	-30.0	-31.6	-33.2	-238.9	-443.3
<b>Total for estate and gift tax provisions</b>	<b>0.0</b>	<b>-15.3</b>	<b>-22.8</b>	<b>-24.7</b>	<b>-25.8</b>	<b>-27.0</b>	<b>-28.5</b>	<b>-30.0</b>	<b>-31.6</b>	<b>-33.2</b>	<b>-238.9</b>	<b>-443.3</b>
<b>Total revenue effect of plan</b>	<b>-225.7</b>	<b>-303.4</b>	<b>-339.4</b>	<b>-329.7</b>	<b>-314.5</b>	<b>-208.6</b>	<b>-132.5</b>	<b>-145.0</b>	<b>-188.7</b>	<b>-228.0</b>	<b>-2,415.5</b>	<b>-3,206.4</b>

	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2018-27	2028-37
<b>Addendum 1: Increase in federal debt service costs</b>												
Increase in deficit (before debt service costs)	225.7	303.4	339.4	329.7	314.5	208.6	132.5	145.0	188.7	228.0	2,415.5	3,206.4
Interest cost	1.6	7.3	15.5	27.4	39.7	50.2	58.2	65.3	73.4	82.9	421.7	1,582.3
<b>Increase in deficit</b>	<b>227.4</b>	<b>310.8</b>	<b>354.9</b>	<b>357.1</b>	<b>354.1</b>	<b>258.8</b>	<b>190.7</b>	<b>210.3</b>	<b>262.1</b>	<b>310.9</b>	<b>2,837.1</b>	<b>4,788.7</b>
<b>Addendum 2: Increase in federal debt relative to GDP</b>												<b>In</b>
Increase in federal debt	227.4	538.1	893.0	1,250.1	1,604.3	1,863.1	2,053.8	2,264.1	2,526.3	2,837.1		<b>2037</b>
GDP <sup>1</sup>	19,925.8	20,661.1	21,378.2	22,168.4	23,037.4	23,947.8	24,899.3	25,889.1	26,917.0	27,985.2		41,418.5
<b>Increase in federal debt relative to GDP (percent)</b>	<b>1.1%</b>	<b>2.6%</b>	<b>4.2%</b>	<b>5.6%</b>	<b>7.0%</b>	<b>7.8%</b>	<b>8.2%</b>	<b>8.7%</b>	<b>9.4%</b>	<b>10.1%</b>		<b>18.4%</b>

Source: Urban-Brookings Tax Policy Center (TPC) Microsimulation Model (version 0217-1) and TPC off-model estimates.

<sup>1</sup> The GDP forecast through 2027 is from CBO, *The Budget and Economic Outlook: 2017 to 2027* (January 2017) and for 2028-2038 is from CBO, *The 2017 Long-Term Budget Outlook* (March 2017).