

**Table T21-0250**  
**Major Individual Income, Payroll, and Estate Tax Provisions in the**  
**Ways and Means Committee Budget Reconciliation Legislative Recommendations**  
**Excludes Corporate Income Tax and Excise Tax Provisions**  
**Tax Units with a Tax Increase or Tax Cut, by Expanded Cash Income Level, 2026<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 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 (\$)		
<b>Lowest Quintile</b>	48,270	26.1	30.0	-930	0.0	0	-320	-280
<b>Second Quintile</b>	40,270	21.7	13.2	-1,210	0.0	0	-260	-160
<b>Middle Quintile</b>	38,410	20.7	5.4	-1,990	0.0	0	-210	-110
<b>Fourth Quintile</b>	31,330	16.9	6.4	-1,990	0.0	0	-240	-130
<b>Top Quintile</b>	25,460	13.7	6.7	-1,420	9.7	41,110	3,890	3,900
<b>All</b>	185,260	100.0	13.9	-1,190	1.3	41,400	310	390
<b>Addendum</b>								
<b>80-90</b>	13,040	7.0	9.3	-1,550	*	**	-260	-140
<b>90-95</b>	6,400	3.5	6.4	-1,130	0.6	2,880	-190	-60
<b>95-99</b>	4,840	2.6	1.9	-990	26.6	6,160	1,410	1,620
<b>Top 1 Percent</b>	1,180	0.6	0.0	0	97.0	81,600	81,740	79,160
<b>Top 0.1 Percent</b>	120	0.1	0.0	0	99.7	602,050	616,710	600,100

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-2).

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

(1) Calendar year. Baseline is the law currently in place as of September 26, 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% \$27,600; 40% \$54,500; 60% \$98,000; 80% \$180,100; 90% \$262,200; 95% \$380,000; 99% \$879,400; 99.9% \$4,044,100.

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

(5) Includes provisions contained in JCX-42-21 except: corporate income tax provisions; excise tax provisions; provisions related to expanding access to health coverage; Subtitle F: Part 7; Subtitle I: Part 4, item 4; Subtitle I: Part 5, item 7; Subtitle J; and most provisions with a revenue change of less than \$50 million in the years of our analysis. Also includes the following provisions from JCX-35-21: Subtitle B: Part A, item 3 and Subtitle B: Part B, item 1.

(6) Includes following provisions from JCX-42-21: Subtitle H, Part 1; Subtitle H, Part 2, item 2; Subtitle H, Part 3, item 2; Subtitle H, Part 4, item 1; and Subtitle I: Part 2, items 1-7.