

**Table T21-0303**  
**Repeal SALT Limit for Taxpayers with AGI less than \$900,000 MFJ/\$450,000 Single/\$675,000 HoH in**  
**Major Tax Provisions in H.R.5376, The Build Back Better Act as Reported by the Committee on the**  
**Budget, with Modifications (Rules Committee Print 117-18 as Amended by 117-19: November 4, 2021)**  
**Tax Units with a Tax Increase or Tax Cut, by Expanded Cash Income Percentile, 2022<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>	47,360	26.4	36.4	-1,840	5.5	30	-700	-670
<b>Second Quintile</b>	39,000	21.7	33.3	-2,380	15.0	50	-840	-790
<b>Middle Quintile</b>	36,630	20.4	28.6	-2,240	22.8	70	-680	-630
<b>Fourth Quintile</b>	30,160	16.8	45.8	-1,700	30.3	110	-830	-750
<b>Top Quintile</b>	24,880	13.9	63.5	-2,890	29.8	10,870	1,290	1,410
<b>All</b>	179,520	100.0	39.4	-2,200	18.7	2,460	-470	-410
<b>Addendum</b>								
<b>80-90</b>	12,750	7.1	61.0	-1,640	29.3	170	-1,070	-950
<b>90-95</b>	6,230	3.5	65.2	-2,230	29.4	230	-1,560	-1,390
<b>95-99</b>	4,770	2.7	76.1	-5,590	22.5	1,820	-4,120	-3,840
<b>Top 1 Percent</b>	1,140	0.6	29.6	-10,360	69.4	97,820	65,790	64,850
<b>Top 0.1 Percent</b>	120	0.1	5.2	-440	94.6	622,680	602,750	589,070

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 December 14, 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% \$27,200; 40% \$53,900; 60% \$96,700; 80% \$176,400; 90% \$257,500; 95% \$369,300; 99% \$884,900; 99.9% \$3,998,700.

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

(5) Includes provisions contained in JCX-45-21 except: provisions related to expanding access to health coverage; Subtitle E, Part 4, item 1; Subtitle H, Part 5, item 5; and provisions with a revenue change of less than \$50 million in the years of our analysis. In lieu of Subtitle G, Part 6 as amended by Rules Committee Print 117-19, provision would repeal the limit on deductible state and local taxes. Any additional deduction above the amount allowed by the current-law \$10,000 limit would phase out rateably over an adjusted gross income (AGI) range of \$100,000 starting at \$900,000 for married couples filing a joint return (\$450,000 for singles and \$675,000 for heads of household). For married individuals filing a separate return, any additional deduction would phase out between \$450,000 and \$500,000 of AGI.

(6) Includes following provisions from JCX-45-21: Subtitle F, Part 1, item 1; Subtitle F, Part 2; Subtitle F, Part 7; Subtitle G, Part 1; Subtitle G, Part 2, item 1; Subtitle H, Part 1, sections A-C; Subtitle H, Part 1, section E, item 7; Subtitle H, Part 1, section E, item 11; Subtitle H, Part 1, section E, item 13; Subtitle H, Part 2; and Subtitle H, Part 5, item 2. In lieu of Subtitle G, Part 6 as amended by Rules Committee Print 117-19, contains SALT provision as described in above note. For certain proposals, the TPC model is detailed enough to estimate the average tax change by income group but, due to data limitations, we cannot assign the tax change to individual tax units. Thus, the effects of those proposals are not included in our estimate of the percent of tax units with a tax increase or cut.