

TAX THE ULTRA-RICH

	BUILD BACK BETTER	RECENT LEGISLATION
INCOME TAX	<p>Increases top marginal rate from 37% to 39.6%.</p> <p>Applies the 3.8% Medicare tax to all earnings of high-income individuals to ensure the wealthy are paying their fair share.</p> <p>Revenue: Raises \$237 billion over 10 years (U.S. Treasury)</p>	<p><u>Millionaires Surtax Act</u> Sponsors: Sen. Chris Van Hollen (S. 2028) and Rep. Don Beyer (H.R. 3805)</p> <p>Adds an annual 10% surtax on Adjusted Gross Income (including capital gains) for families with incomes over \$2 million</p> <ul style="list-style-type: none"> → Affects only the richest 0.2% → Endorsed by 72 organizations <p>Revenue: Raises \$634 billion over 10 years (Tax Policy Center)</p>
PASS-THROUGH INCOME TAX	<p>Not included.</p>	<p><u>Small Business Tax Fairness Act</u> Sponsor: Sen. Ron Wyden (S. 2387)</p> <p>Phases out the 20% pass-through businesses income deduction for individuals earning over \$400,000 a year; expands middle-income business owners' access to the deduction and removes complex calculations and limitations.</p> <p>Revenue: Potentially raises more than \$100 billion over 10 years</p>
CAPITAL GAINS TAX	<p>Raises capital gains tax rate from 20% to 39.6% for millionaires so the rich pay what working people pay</p> <p>Closes stepped-up basis loophole for inherited wealth over \$1 million for single filers / \$2 million per couple which often lets the wealthy avoid taxes on investment gains for their entire lives</p> <p>Revenue: \$324 billion over 10 years (U.S. Treasury Dept.)</p>	<p><u>Sensible Taxation and Equity Promotion (STEP) Act</u> Sponsors: Sen. Chris Van Hollen (discussion draft) and Rep. Bill Pascrell (H.R. 2286)</p> <p>Closes the stepped-up basis loophole by taxing unrealized capital gains on inherited wealth</p>

<p>WEALTH TAX</p>	<p>Not included.</p>	<p><u>Ultra-Millionaire Tax Act</u> <i>Sponsors: Sen. Elizabeth Warren (S. 510) and Rep. Pramila Jayapal (H.R. 1459)</i></p> <p>2% tax on wealth between \$50 million and \$1 billion and 3% tax on wealth above \$1 billion. It affects only the richest 0.05%</p> <p>Revenue: Raises \$3 trillion over 10 years</p>
<p>ESTATE TAX</p>	<p>Not included.</p>	<p><u>For the 99.5 Percent Act</u> <i>Sponsors: Sen. Bernie Sanders (S. 994) and Rep. Jimmy Gomez (H.R. 2576)</i></p> <p>Returns estate tax parameters to 2009 levels (taxing estates at \$3.5/\$7 million level at 45%); imposes progressive tax rates from 45% to 65% on the ultra-rich; closes loopholes that let the very wealthy avoid estate taxes. Protects family farmers and only affects the top 0.5%</p> <p>→ Endorsed by 55 organizations</p> <p>Revenue: Raises \$430 billion over 10 years (Joint Committee on Taxation)</p>
<p>TAX ENFORCEMENT</p>	<p>Supports IRS capacity to make sure the wealthy pay the taxes they owe.</p> <p>Revenue: Raises \$700 billion net over 10 years (U.S. Treasury Dept.)</p>	<p><u>Restoring the IRS Act</u> <i>Sponsor: Sen. Elizabeth Warren (S. 1788)</i></p> <p>Removes the IRS base budget from the annual appropriations and provides \$31.5 billion in mandatory annual funding</p> <p>Revenue: Raises an estimated \$1.75 trillion in revenue over ten years</p> <p><u>Stop CHEATERS Act</u> <i>Sponsor: Rep. Ro Khanna (H.R. 1200)</i></p> <p>Provides \$100 billion for the IRS over 10 years while imposing additional auditing and reporting requirements</p> <p>Revenue: Raises an estimated \$1.2 trillion in revenue over 10 years</p> <p><u>IRS Enhancement and Tax Gap Reduction Act</u> <i>Sponsor: Rep. Peter DeFazio (H.R. 1116)</i></p> <p>Restores IRS funding, mandates high minimum audit rates for the rich and high-gross income corporations</p> <p>Revenue: Raises \$1.15 trillion over 10 years</p>