

Distributional Effects of Tax Expenditures

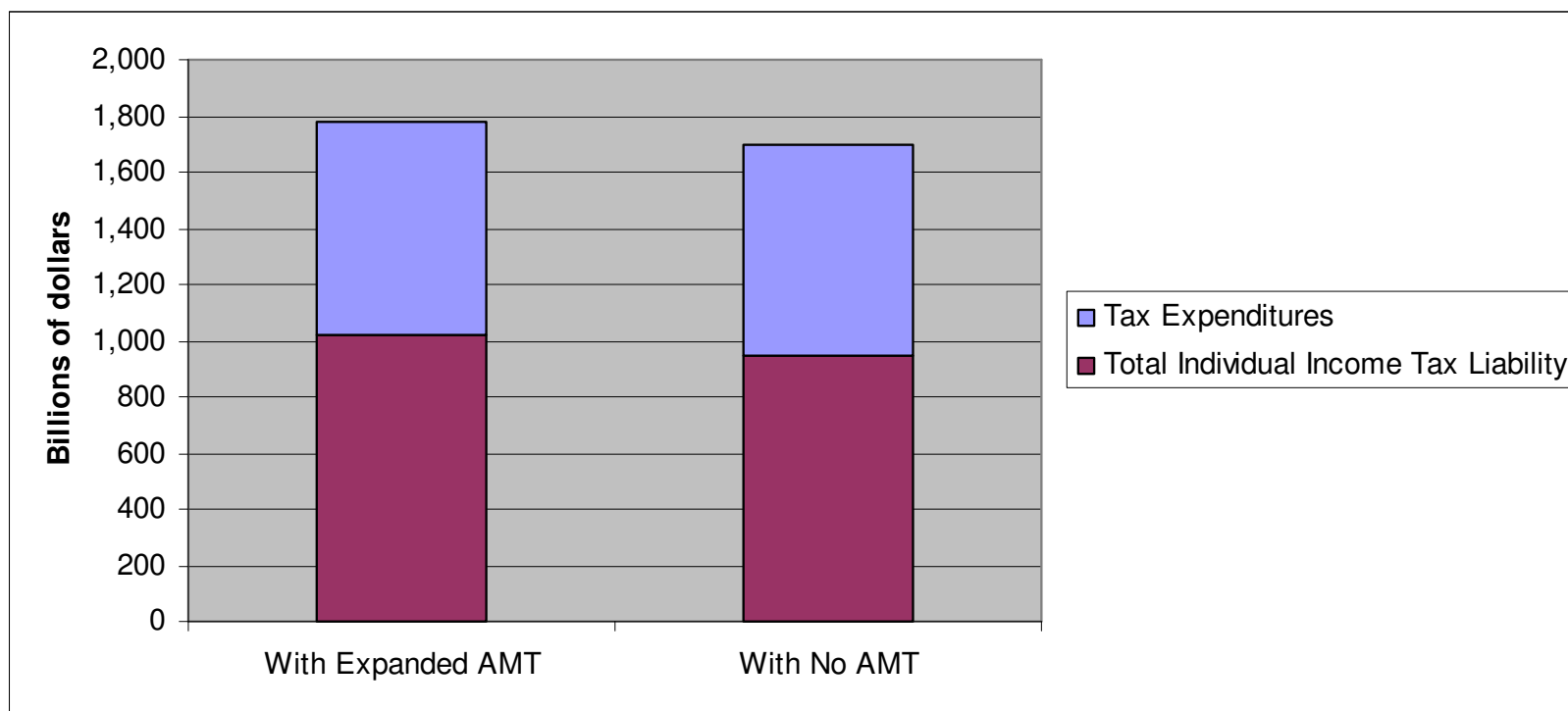
Eric Toder
Tax Policy Center
April 17, 2009*

**Note: The figures contained in this presentation are preliminary estimates compiled for this conference, and are subject to revision prior to release of a final paper in June 2009*



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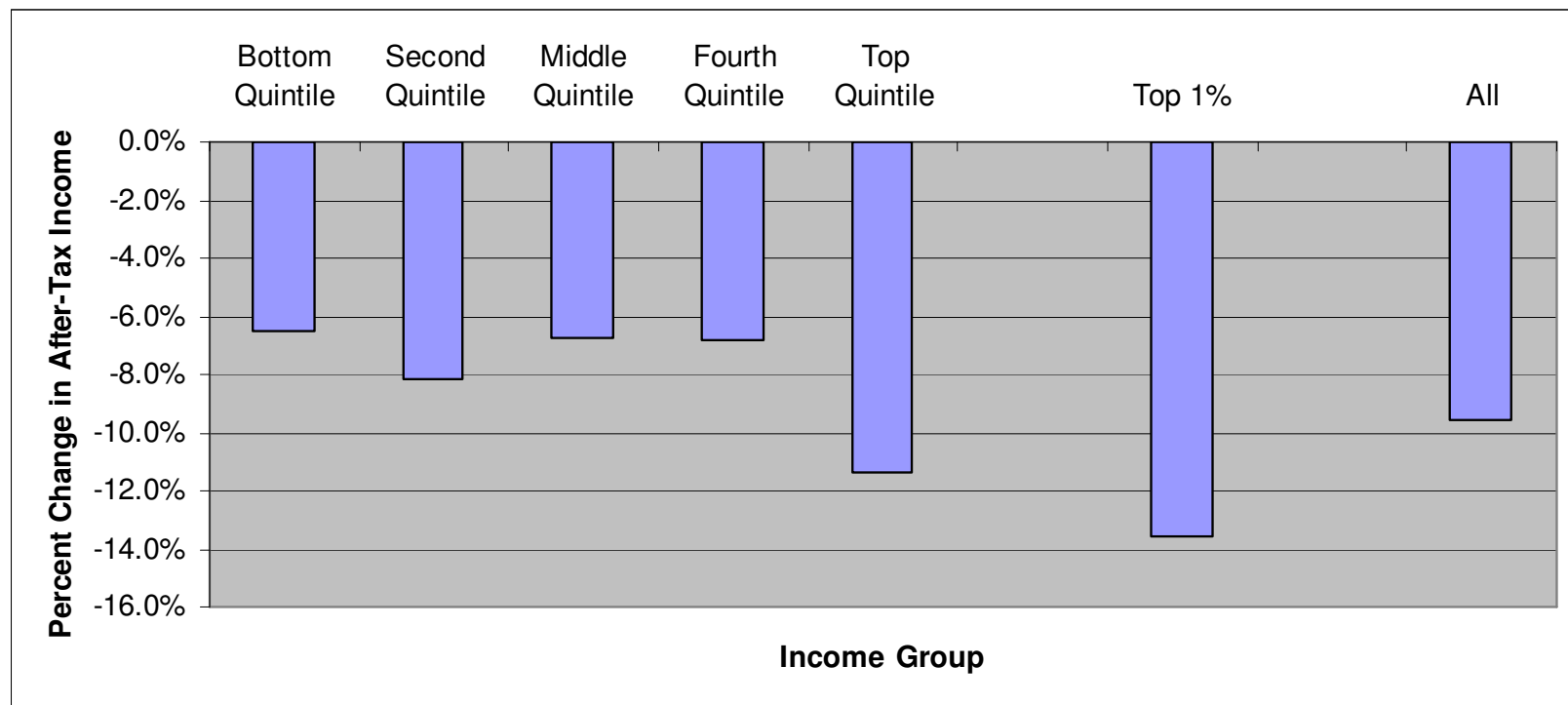
Figure 1: Sum of Selected Individual Income Tax Expenditures (2007)



Source: Leonard Burman, Eric Toder, and Christopher Geissler, "How Big are Total Individual Income Tax Expenditures and Who Benefits from Them?" Tax Policy Center. Discussion Paper No. 31. December 2008.



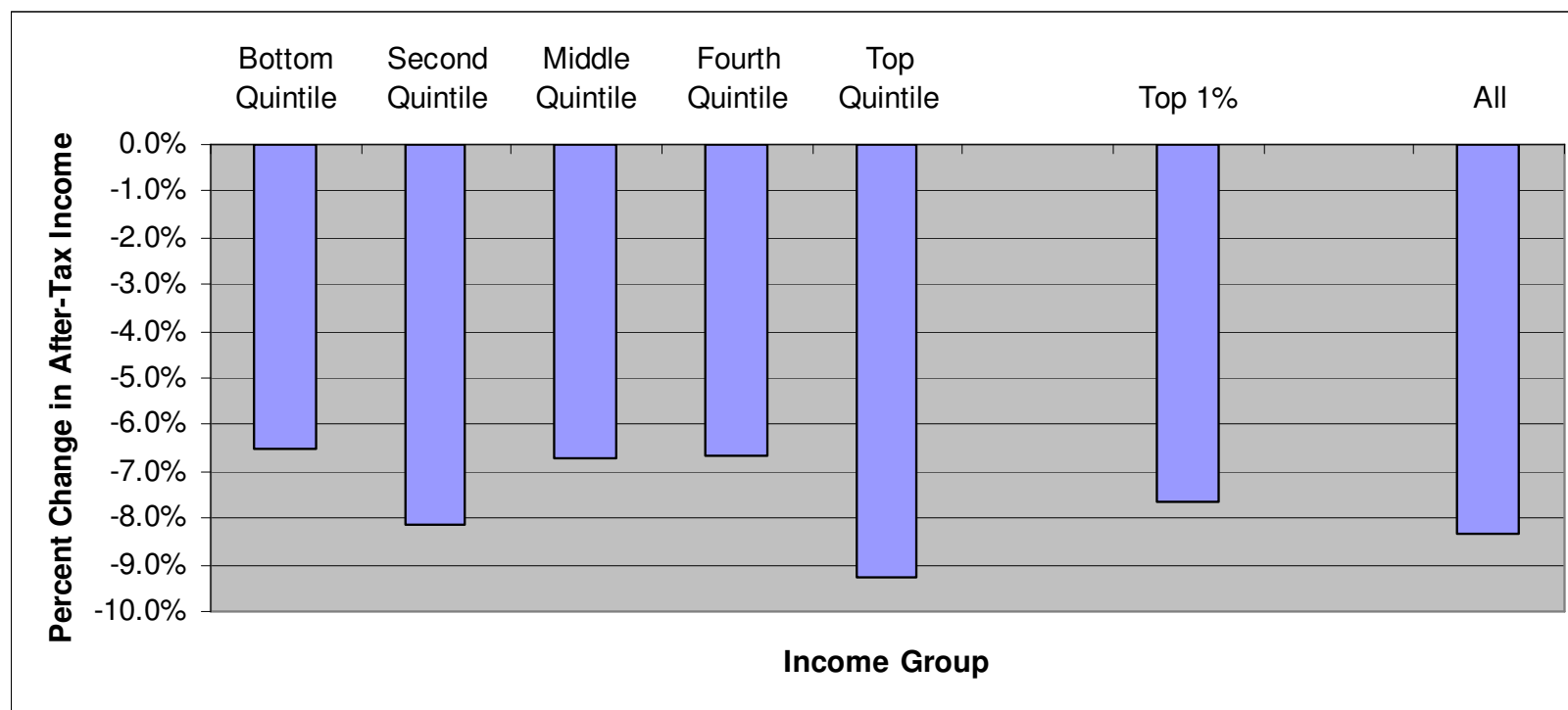
Figure 2A: Distributional Effects of Eliminating All Tax Expenditures, No Offset (2007)



Source: Leonard Burman, Eric Toder, and Christopher Geissler, "How Big are Total Individual Income Tax Expenditures and Who Benefits from Them?" Tax Policy Center. Discussion Paper No. 31. December 2008.



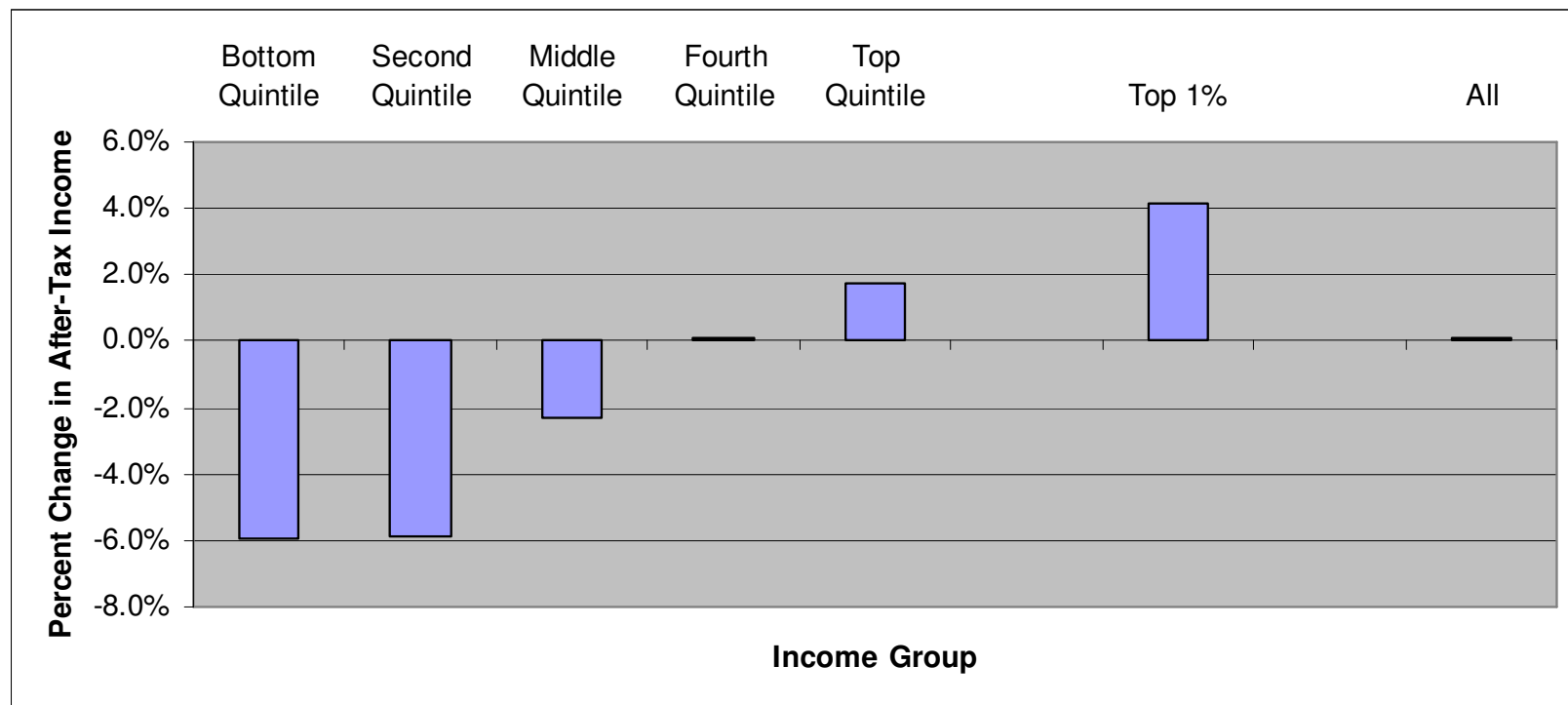
Figure 2B: Distributional Effects of Eliminating All Tax Expenditures Excluding Capital Gains and Dividends (2007)



Source: Leonard Burman, Eric Toder, and Christopher Geissler, "How Big are Total Individual Income Tax Expenditures and Who Benefits from Them?" Tax Policy Center. Discussion Paper No. 31. December 2008.



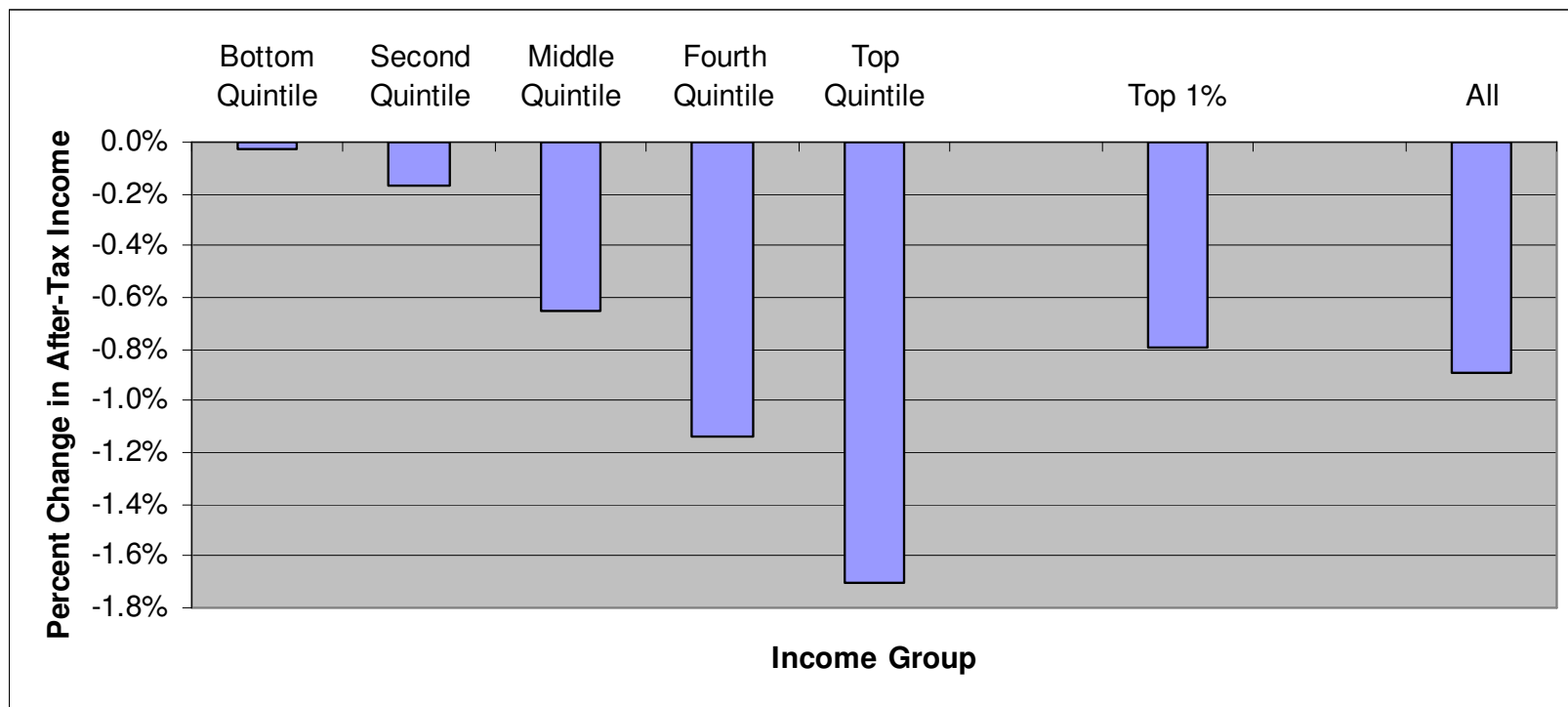
Figure 2C: Distributional Effects of Eliminating All Tax Expenditures with Constant Percentage MTR Cut (2007)



Source: Leonard Burman, Eric Toder, and Christopher Geissler, "How Big are Total Individual Income Tax Expenditures and Who Benefits from Them?" Tax Policy Center. Discussion Paper No. 31. December 2008.



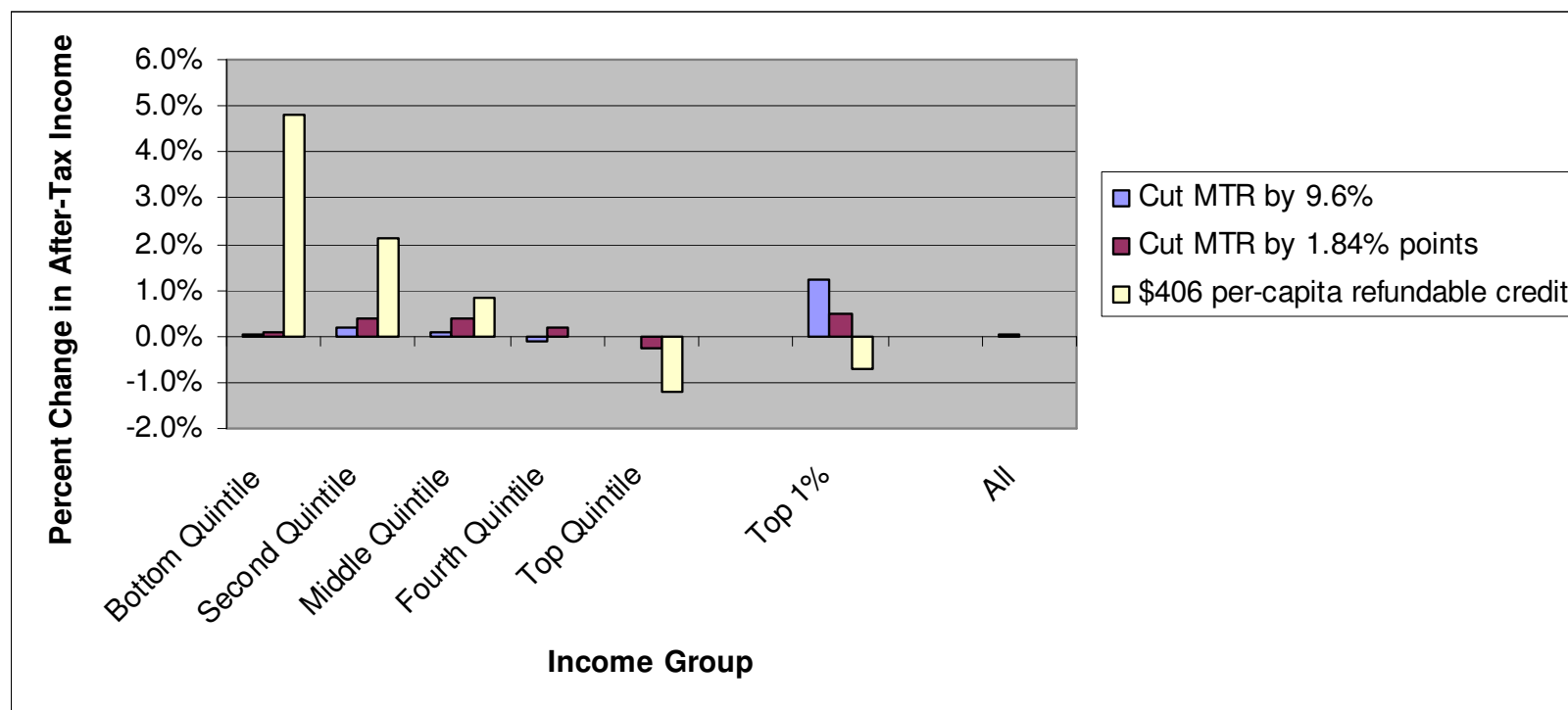
Figure 3A: Distributional Effects of Eliminating Tax Expenditures for Owner-Occupied Housing, No Offset



Source: Tax Policy Center simulations (preliminary).



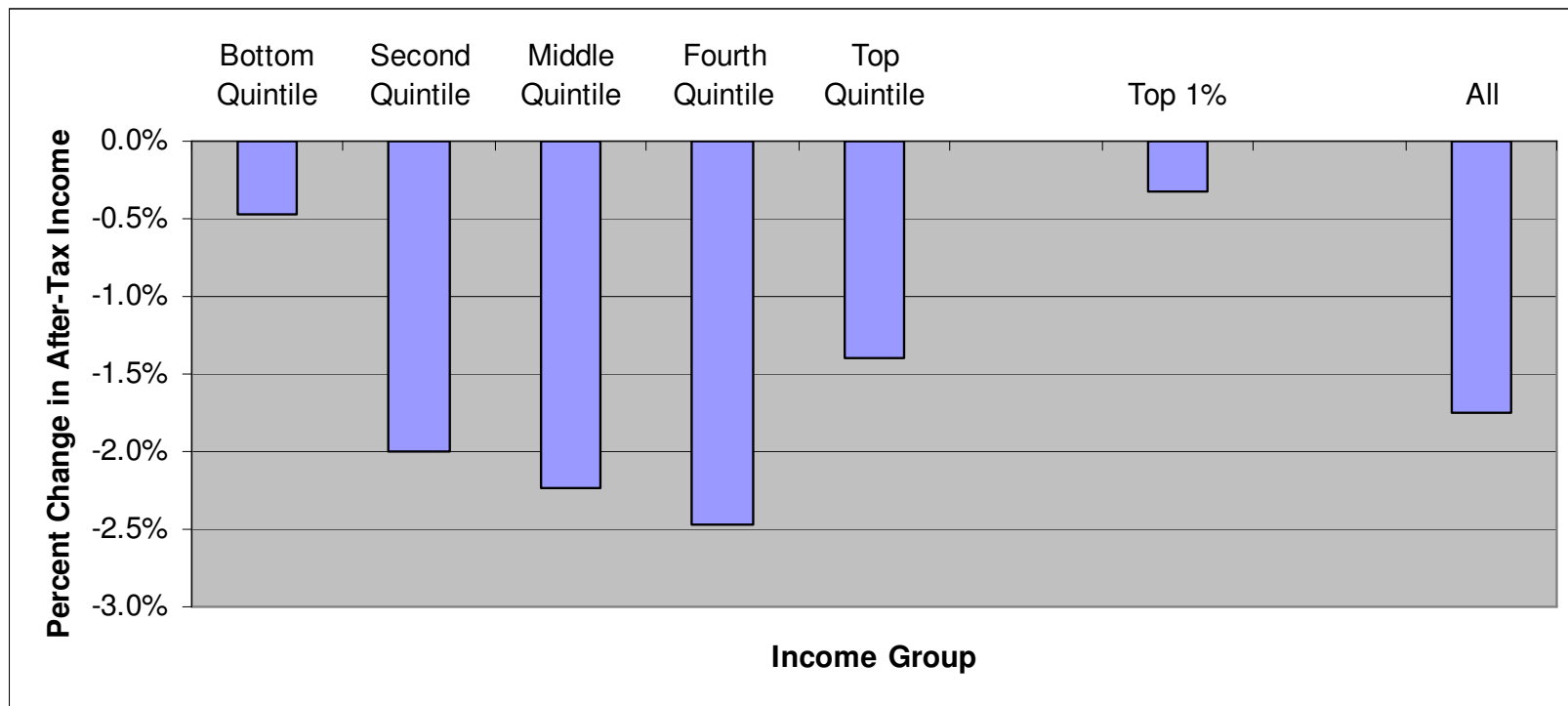
Figure 3B: Distributional Effects of Eliminating Tax Expenditures for Owner-Occupied Housing, Various Offsets



Source: Tax Policy Center simulations (preliminary).



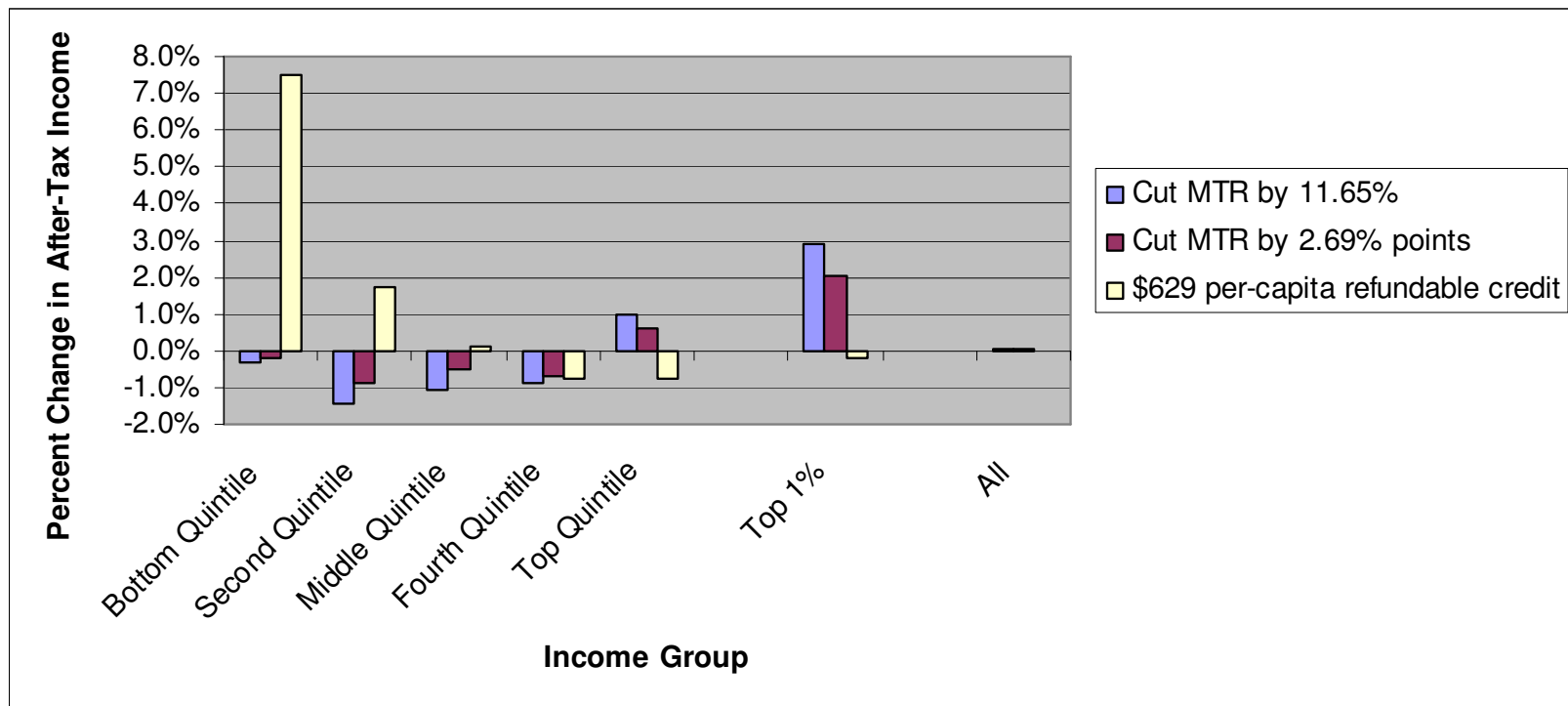
Figure 4A: Distributional Effects of Eliminating Tax Expenditures for Health Care, No Offset



Source: Tax Policy Center simulations (preliminary).



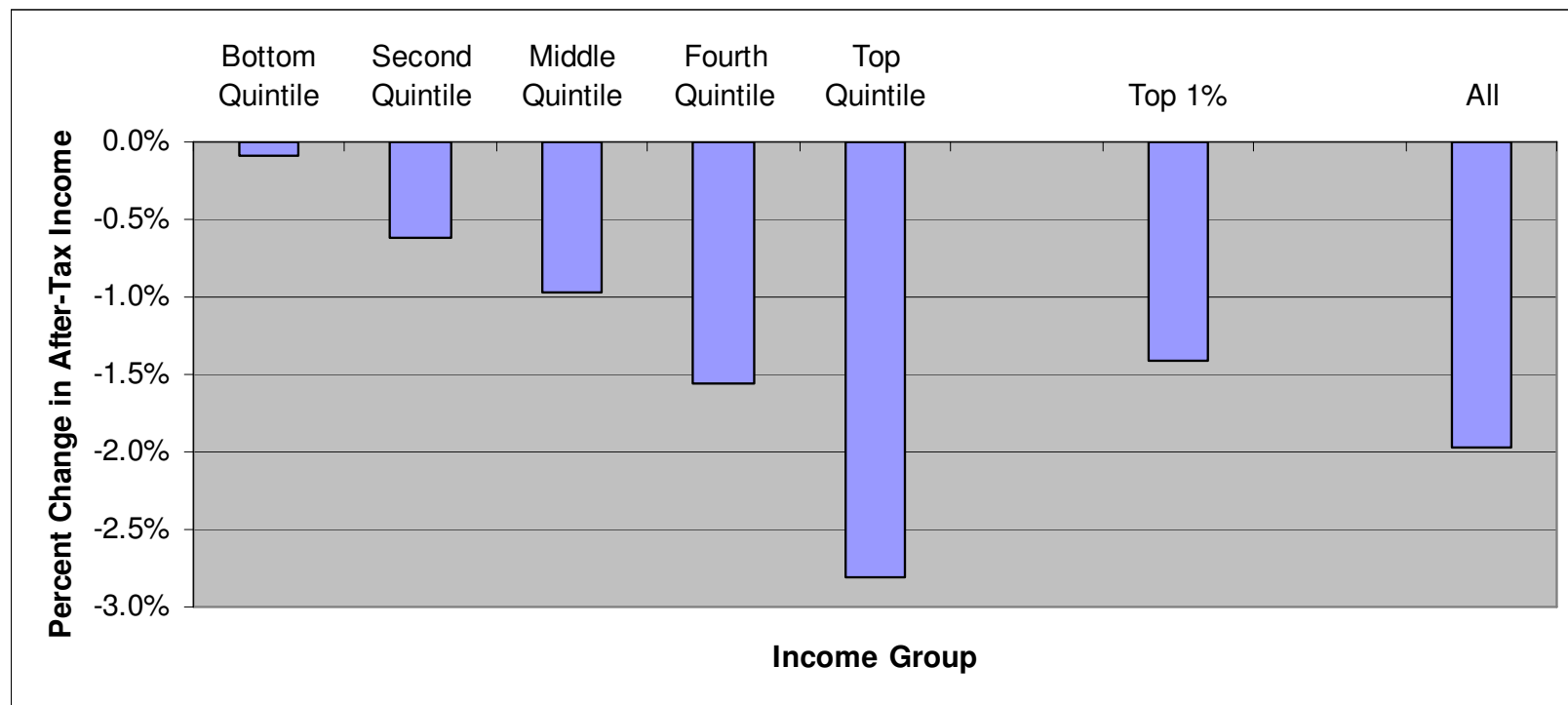
Figure 4B: Distributional Effects of Eliminating Tax Expenditures for Health Care, Various Offsets



Source: Tax Policy Center simulations (preliminary).



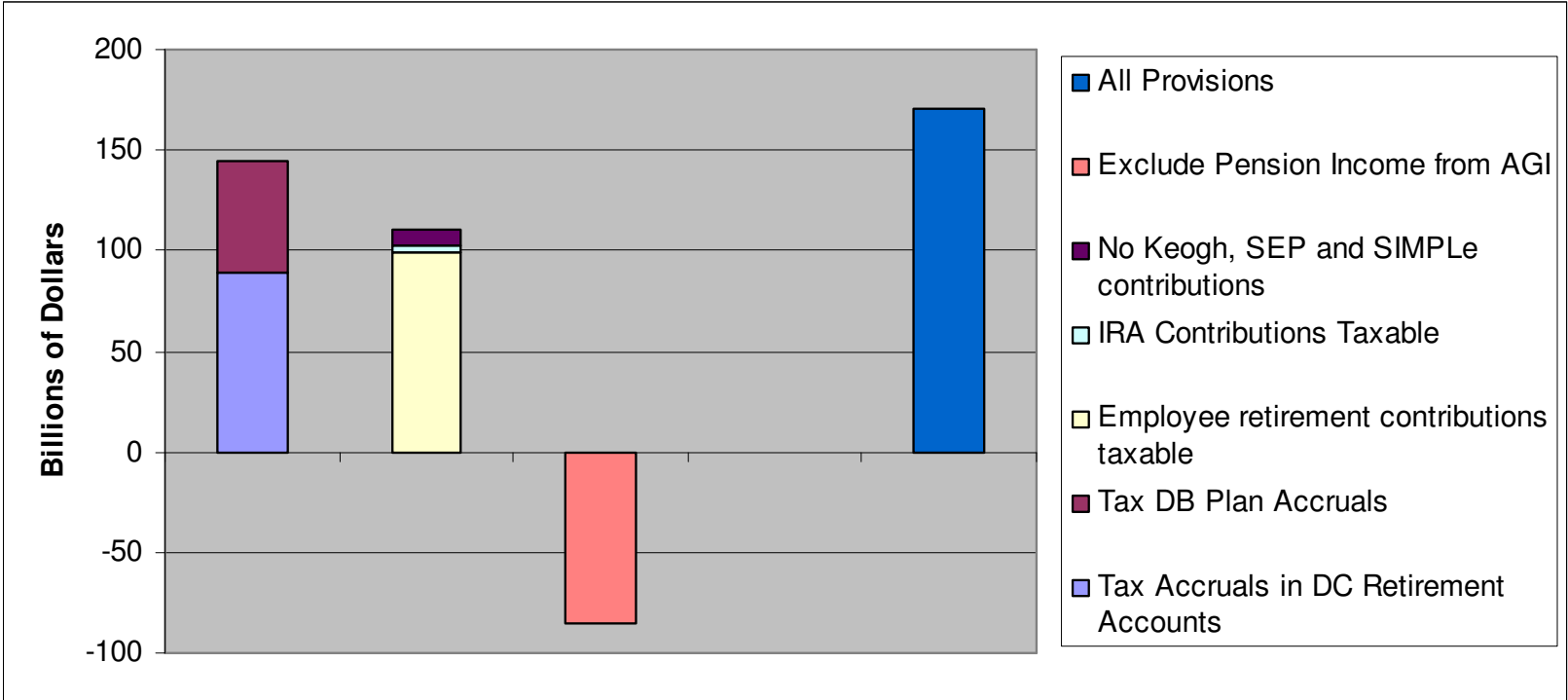
Figure 5: Distributional Effects of Eliminating Tax Expenditures for Retirement Saving



Source: Tax Policy Center simulations (preliminary).



Figure 6: Revenue Breakdown of Eliminating Tax Expenditures for Saving



Source: Tax Policy Center simulations (preliminary).

