



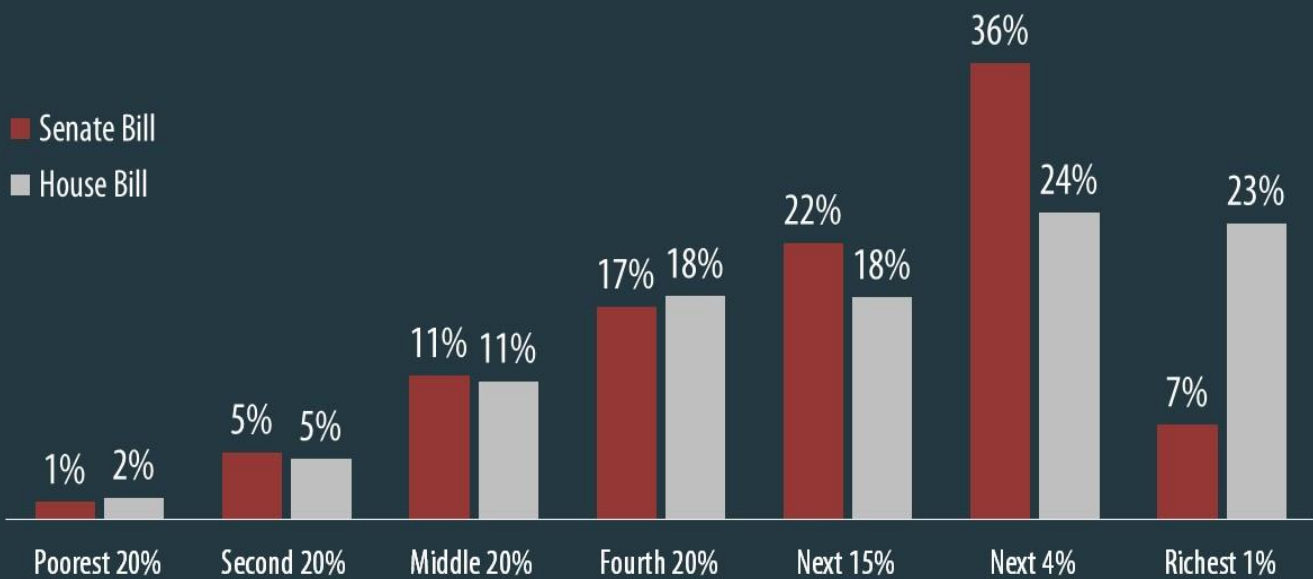
House and Senate Tax Bill Will Hurt New York’s Poorest Taxpayers and Result in Many Losing Health Coverage

December 2017

Impact of Tax Cuts to New Yorkers (Both Bills)

The Institute on Taxation and Economic Policy (ITEP) released its analysis of both the House and Senate tax bills for all fifty states. Both bills would raise taxes on many lower- and middle-income families in every state and provide the wealthiest Americans and foreign investors substantial tax cuts, while adding more than \$1.4 trillion to the deficit over ten years. The graph below shows the share of the tax cuts by New York’s taxpayers, with the poorest 20 percent of income earners receiving 1-2 percent of all the tax cuts and the top 5 percent of income earners receiving over 40 percent of the tax cuts with both plans.¹

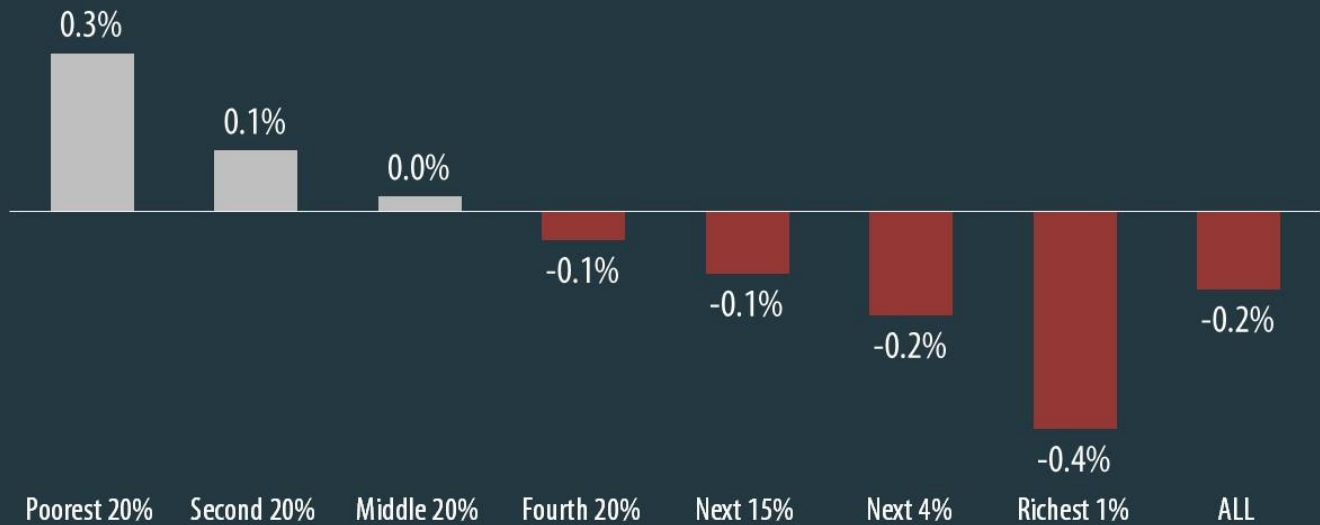
The Top 1% of Taxpayers in New York Receive an Outsized Share of the Tax Cuts in the House and Senate Tax Bills in 2019



Under the Senate bill, when fully implemented, the bottom 60 percent of New Yorkers will see a tax increase.

Approved Senate Tax Bill Raises Taxes on Low-Income New York Taxpayers and Gives Tax Cuts to High-Income Taxpayers

Tax Change as a Share of Income in 2027, Includes Impact of ACA Individual Mandate Repeal

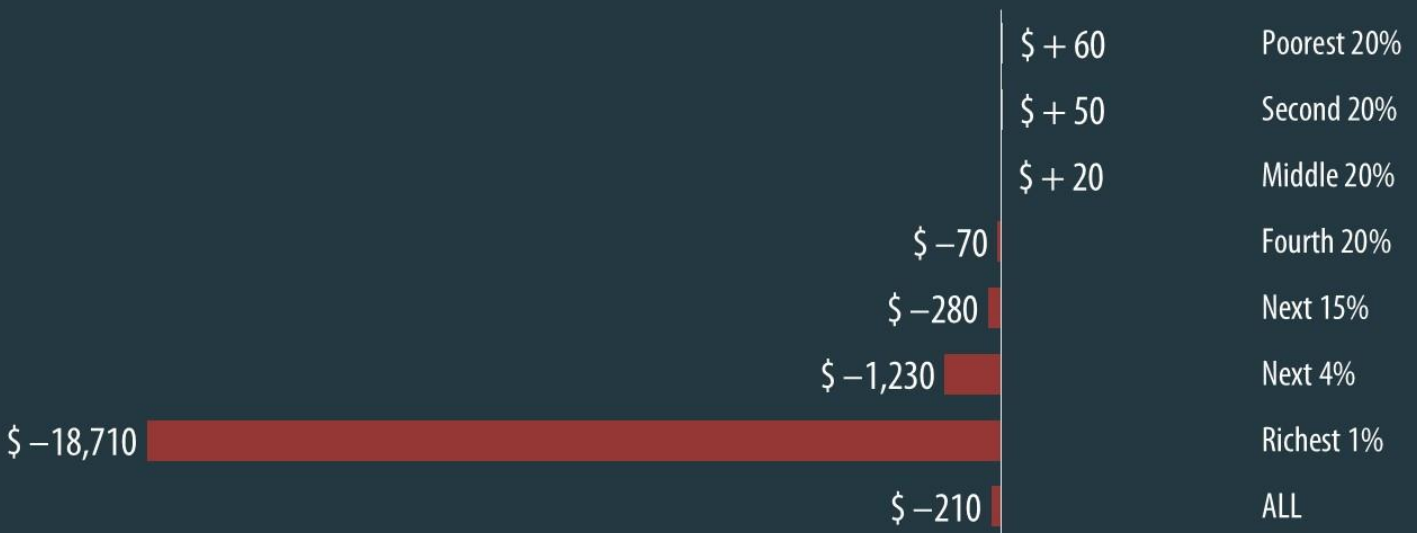


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Based on these graphs, it is crystal clear that the wealthiest New Yorkers will receive a massive tax cut while working families and children will lose out.

Richest 1% of New York Taxpayers Receive the Largest Average Tax Cut Under the Approved Senate Tax Bill in 2027, the Average Taxpayer in the Bottom 60% Faces a Tax Hike

Includes Impact of ACA Individual Mandate Repeal



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Impact on Healthcare: Repeal of the Individual Mandate (Senate Tax Bill)

The Senate dealt a massive blow to healthcare by repealing the individual coverage mandate as part of its tax bill. The Congressional Budget Office (CBO) has estimated that the repeal of the mandate will result in millions more uninsured over the next decade, regardless of whether Congress approves a market stabilization package. The Center for American Progress recently published estimates of the increase in uninsured by Congressional District under the Senate GOP tax bill.² **According to these estimates, the collective impact of uninsured by 2025 for New York State would be approximately 843,000 people.** This group includes Medicaid recipients, people with insurance from the individual market, and folks with employer-sponsored insurance. A major portion of the newly uninsured would come from the individual market, where the mandate repeal would raise premiums and drive some people out of coverage altogether.

Representative	Total Coverage Reduction	Medicaid	Individual Market	Employer-Sponsored Insurance
Lee M. Zeldin (NY-1)	43,000	13,800	26,200	3,100
Peter T. King (NY-2)	19,100	14,300	1,800	3,000
Thomas R. Suozzi (NY-3)	45,100	13,700	28,000	3,500
Kathleen M. Rice (NY-4)	72,100	14,100	22,800	35,300
Gregory W. Meeks (NY-5)	42,100	16,100	23,800	2,100
Grace Meng (NY-6)	39,800	14,800	22,800	2,100
Nydia M. Velázquez (NY-7)	35,200	15,900	2,800	16,400
Hakeem S. Jeffries (NY-8)	49,600	15,500	32,200	1,900
Yvette D. Clarke (NY-9)	44,000	14,900	27,200	1,900
Jerrold Nadler (NY-10)	37,400	14,100	5,300	18,000
Daniel M. Donovan, Jr. (NY-11)	18,900	14,500	1,700	2,700
Carolyn B. Maloney (NY-12)	40,300	14,200	6,600	19,400
Adriano Espaillat (NY-13)	21,400	16,700	3,300	1,400
Joseph Crowley (NY-14)	36,000	13,700	20,900	1,300
José E. Serrano (NY-15)	18,100	16,300	1,700	100
Eliot L. Engel (NY-16)	18,800	14,200	1,900	2,600
Nita M. Lowey (NY-17)	34,600	14,600	17,100	2,900
Sean Patrick Maloney (NY-18)	19,200	14,100	1,900	3,100
John J. Faso (NY-19)	17,300	12,900	2,200	2,200
Paul Tonko (NY-20)	40,700	14,100	3,100	23,600
Elise M. Stefanik (NY-21)	17,500	13,100	2,500	2,000
Claudia Tenney (NY-22)	17,700	13,300	2,300	2,100
Tom Reed (NY-23)	18,700	13,300	3,400	2,000
John Katko (NY-24)	18,300	13,700	2,200	2,400
Louise Slaughter (NY-25)	42,100	14,000	3,100	25,000
Brian Higgins (NY-26)	17,900	13,800	2,200	1,900
Chris Collins (NY-27)	18,100	13,500	1,500	3,100
Total	843,000	387,200	270,500	185,100

Partial Repeal of Federal Income Tax Deduction for SALT (State and Local Taxes)

The SALT deduction lets taxpayers deduct their state and local income or sales taxes, whichever are greater, and their state and local property taxes. The House and Senate tax bills both fully eliminate SALT deductions for income or sales taxes, and cap the deduction for property taxes at \$10,000. Retaining a limited SALT deduction for property taxes does little to protect state budgets from the strain that fully repealing SALT would produce. Thus, eliminating the income or sales tax deduction would likely lead over time to cuts in state funding for schools, healthcare, and other services on which middle- and lower-income families rely. The Center on Budget and Policy Priorities has created an interactive map of all fifty states with information on the SALT deduction by Congressional District, which has been transposed into a table below with SALT information for all of New York's 27 Congressional Districts.³

Representative	Total Count of State Tax Returns	State/Local Income and Sales Tax Deduction			Total SALT Deductions			Income/Sales Deduction as Percent of Total SALT Deduction
		# of Returns	Amount Deducted (\$1000s)	% of All Returns	# of Returns	Amount Deducted (\$1000s)	% of All Returns	
Lee M. Zeldin (NY-1)	353,170	165,790	\$1,555,078	46.9%	168,256	\$3,006,503	47.6%	51.7%
Peter T. King (NY-2)	379,732	170,484	\$1,114,060	44.9%	172,991	\$2,633,817	45.6%	42.3%
Thomas R. Suozzi (NY-3)	364,374	196,677	\$3,555,236	54%	199,084	\$5,978,112	54.6%	59.5%
Kathleen M. Rice (NY-4)	377,536	182,166	\$1,802,117	48.3%	184,824	\$3,574,029	49%	50.4%
Gregory W. Meeks (NY-5)	362,821	122,416	\$819,144	33.7%	124,566	\$1,227,476	34.3%	66.7%
Grace Meng (NY-6)	369,321	109,182	\$1,074,559	29.6%	110,515	\$1,449,292	29.9%	74.1%
Nydia M. Velázquez (NY-7)	353,774	95,737	\$1,935,744	27.1%	96,599	\$2,157,735	27.3%	89.7%
Hakeem S. Jeffries (NY-8)	350,411	103,361	\$1,001,769	29.5%	104,670	\$1,228,059	29.9%	81.6%
Yvette D. Clarke (NY-9)	349,294	99,758	\$1,198,079	28.6%	101,015	\$1,421,876	28.9%	84.3%
Jerrold Nadler (NY-10)	365,864	165,791	\$8,257,164	45.3%	167,014	\$9,243,255	45.6%	89.3%
Daniel M. Donovan, Jr. (NY-11)	335,049	132,082	\$1,460,370	39.4%	133,337	\$1,967,332	39.8%	74.2%
Carolyn B. Maloney (NY-12)	406,117	209,400	\$12,002,312	51.6%	210,878	\$13,394,811	51.9%	89.6%
Adriano Espaillat (NY-13)	356,703	80,080	\$889,309	22.5%	80,854	\$1,008,516	22.7%	88.2%
Joseph Crowley (NY-14)	350,853	87,964	\$668,177	25.1%	88,939	\$847,608	25.3%	78.8%
José E. Serrano (NY-15)	331,497	50,198	\$251,625	15.1%	50,800	\$292,755	15.3%	86%

Eliot L. Engel (NY-16)	357,009	141,694	\$2,814,651	39.7%	143,754	\$4,126,824	40.3%	68.2%
Nita M. Lowey (NY-17)	352,432	166,496	\$2,632,760	47.2%	168,766	\$4,550,002	47.9%	57.9%
Sean Patrick Maloney (NY-18)	338,267	146,226	\$1,513,438	43.2%	148,556	\$2,833,681	43.9%	53.4%
John J. Faso (NY-19)	314,540	99,052	\$683,233	31.5%	102,819	\$1,368,035	32.7%	49.9%
Paul Tonko (NY-20)	356,738	119,038	\$1,040,835	33.4%	122,114	\$1,800,020	34.2%	57.8%
Elise M. Stefanik (NY-21)	310,498	67,564	\$459,641	21.8%	70,671	\$805,662	22.8%	57.1%
Claudia Tenney (NY-22)	308,959	67,791	\$429,675	21.9%	70,870	\$803,802	22.9%	53.5%
Tom Reed (NY-23)	301,876	62,449	\$405,448	20.7%	64,926	\$758,826	21.5%	53.4%
John Katko (NY-24)	330,286	96,273	\$652,766	29.1%	97,898	\$1,239,951	29.6%	52.6%
Louise McIntosh Slaughter (NY-25)	345,864	113,490	\$823,455	32.8%	115,047	\$1,563,384	33.3%	52.7%
Brian Higgins (NY-26)	337,775	78,057	\$526,949	23.1%	79,400	\$911,206	23.5%	57.8%
Chris Collins (NY-27)	347,618	109,165	\$791,535	31.4%	111,175	\$1,442,105	32%	54.9%

¹ “How the House and Senate Tax Bills Would Affect New York Residents’ Federal Taxes,” Institute on Taxation and Economic Policy, December 6, 2017. <https://itep.org/housesenatetaxplans-dec17-ny/>

² “Estimates of the Increase in Uninsured by Congressional District Under the Senate GOP Tax Bill,” Center for American Progress, December 5, 2017. <https://www.americanprogress.org/issues/healthcare/news/2017/12/05/443767/estimates-increase-uninsured-congressional-district-senate-gop-tax-bill/>

³ “House District Map: Partial SALT Repeal Kills Most Valuable Part of Deduction,” Center on Budget and Policy Priorities, December 5, 2017. https://www.cbpp.org/blog/house-district-map-partial-salt-repeal-kills-most-valuable-part-of-deduction#New_York@1