

PRESIDENT BIDEN'S BUILD BACK BETTER PLAN

AMERICANS FOR
TaxFairness

lowers costs for families and is fully paid for



The plan passed by the House of Representatives begins to create an economy that works for all by investing \$2 trillion in working families—paid for by requiring the wealthy and corporations to pay their fair share of taxes.

Lowers costs and protects families

Helps working families afford childcare and provides universal preschool

Cuts childcare costs in half for most families by capping them at 7% of income. Guarantees preschool education to 6 million 3 & 4-year-olds a year. (Costs: \$274 billion for childcare over 6 years; \$109 billion for preschool over 6 years) [[White House](#), [CBO](#)]

Guarantees workers paid family and medical leave

Provides workers four weeks of paid leave per year to attend to personal or family medical needs and to care for new children in the household. (\$205 billion) [[New America](#), [CBO](#)]

Expands the Child Tax Credit (CTC) and the Earned Income Tax Credit (EITC)

Provides more than 35 million households up to \$3,600 in Child Tax Credits to decrease child poverty by 40%. Expands the EITC to benefit 17 million low-wage workers. (\$159 billion for 1 year of CTC; \$10 billion for 1 year of EITC) [[White House](#), [Washington Post](#), [CBO](#)]

Helps families afford college

Increases the maximum Pell Grant by \$550 for more than 5 million students. (\$11 billion over 5 years) [[White House](#), [CBO](#)]

Expands free school meals

Expands free school meals to 9 million children and provides a \$65 per child per month benefit to the families of 30 million children to purchase food during the summer. (\$10 billion for 5 years of expanded school meals and 2 years of summer meals) [[White House](#), [CBO](#)]

Makes healthcare and housing more affordable

Caps seniors' Medicare prescription drug costs at \$2,000 a year

Gives Medicare power to negotiate with drug corporations to lower the prices of some medicines; caps some drug prices at the rate of inflation; and other changes. (\$297 billion in savings) [[KFF](#)]

Expands Medicare to cover hearing benefits

Helps the 70% of Medicare recipients over 70 who could benefit from hearing aids but do not use one. (\$37 billion) [[White House](#), [KFF](#), [CBO](#)]

Lowers healthcare premiums and expands coverage

Reduces cost of Affordable Care Act plan coverage by an average of \$600 per person per year for more than 9 million people. (\$90 billion over 3 years.) [[White House](#), [CBO](#)] Expands coverage to 4 million people by closing state Medicaid coverage gaps. (\$166 billion for 4 years) [[White House](#), [CBO](#)]

Improves home care for seniors

Supports families now paying an average \$5,800 per year in home care costs by improving Medicaid coverage among seniors and people with disabilities and paying care workers a fair wage. (\$150 billion) [[White House](#), [CBO](#)]

Makes housing more affordable

Constructs, rehabilitates, and improves more than 1 million affordable homes, boosting the housing supply and reducing price pressures for renters and homeowners. (\$151 billion) [[White House](#), [CBO](#)]

Combats climate change while reducing family energy costs and creating jobs (\$555 billion) [[White House](#), [CBO](#), [JCT](#)]

Lowers the risks of catastrophic weather events by reducing greenhouse gas emissions.

Saves families money as they transition to clean energy.

Creates hundreds of thousands of good-paying jobs in the green economy.

Pays for it all with fairer taxes on the rich and corporations

[[Joint Committee on Taxation](#), [White House](#)]

Makes Corporations Pay a Fairer Share

Assesses a 15% minimum tax on very large corporations

Helps end the scandal of tax-free megacorporations paying little or no income taxes (\$319 billion)

Stops rewarding corporations with tax breaks that ship jobs and profits offshore

Sets a minimum 15% tax rate on U.S. corporate profits booked offshore, including in tax havens. (\$307 billion)

Taxes corporations that enrich shareholders with stock buybacks

Applies a 1% excise tax on stock buybacks that swell the wealth of CEOs and rich shareholders rather than investing in the business or its workers (\$124 billion)

Makes the Wealthy Pay a Fairer Share

Raises taxes on millionaires and billionaires

Assesses a 5% surtax on incomes over \$10 million, and an extra 3% on incomes over \$25 million, affecting the richest 1 out of every 5,000 taxpayers. (\$228 billion)

Closes two tax loopholes exploited by rich business owners

Stops wealthy business owners from not paying Medicare taxes and claiming unwarranted business losses. (\$412 billion)

Catches Rich and Corporate Tax Cheats

Provides the IRS with new resources to hire more and better-qualified staff and update antiquated technology. The top 1% evade \$160 billion in taxes owed every year. (\$400 billion) [[Treasury](#)]



“ Instead of wasting money on tax breaks, loopholes, and tax evasion for big corporations and the wealthy, we can make a once-in-a-generation investment in working America.”