EDWARD CONARD



Macro Roundup Article

Headline: America's Progressive Tax and Transfer System: Federal, State, and Local Tax and Transfer Distributions

Article Link: https://taxfoundation.org/who-pays-taxes-federal-state-local-tax-burden-transfers/

Author(s)	Tim Vermeer, Alex Durante, et al
Publication	Tax Foundation
Publication Date	March 30, 2023

Tweet: .@TaxFoundation analysis finds that for every dollar earned by the lowest quintile of American households, they receive an additional \$1.27 from the government. @tevermeer @ericadyork @alex_durante_ @JaredWalczak

Summary: The U.S. system of taxes and transfers is highly progressive. The lowest quintile experienced a combined tax and transfer rate of negative 127.0 percent, meaning that for each dollar they earned, they received an additional \$1.27 from the government, netting transfers (gains) and taxes (losses), while the top quintile had a rate of positive 30.7 percent, meaning on net they paid just under \$0.31 for every dollar earned. The top quintile funded 90.1 percent, or \$1.6 trillion, of all government transfers in 2019. For each dollar of taxes paid, the top quintile received \$0.11 in gross government transfers. Government transfers account for 59 percent of the bottom quintile's comprehensive income. For each dollar of taxes paid by the bottom quintile, they received \$6.17 in gross government transfers.

Related Articles: nan

Primary Topic: Government Spending

Topics: Data, Database, Government Spending, Government/NGO, Graph, Taxation, Unemployment/Participation, Weekly

Featured Image

Link: https://www.edwardconard.com/wp-content/uploads/2023/03/Tax-Foundation.png