

Macro Roundup Article

Headline: [California Mints Millionaires Faster Than They Can Leave](#)

Article Link: <https://www.bloomberg.com/opinion/articles/2024-03-06/california-mints-millionaires-faster-than-they-can-leave?srnd=undefined&sref;=U3dOGIDF>

Author(s)	Justin Fox
Publication	Bloomberg
Publication Date	March 06, 2024

Tweet: According to new IRS data, during 2019-21 California's economy created millionaires faster than they fled: its share of US taxpayers with adjusted gross income of \$1M or higher rose almost 1pp from 17% to 17.9%. @foxjust

Summary: The number of California residents with incomes of \$1 million or more grew by 61,900, or 66%, from 2019 to 2021. [California's] share of US millionaires rose to 17.9% in 2021 from 17% in 2019, while those of the next three most populous and millionaire-filled states — NY, TX, and FL — fell. It's not that the exodus of affluent Californians was a mirage. From 2020 to 2021 (more precisely, from when people filed their 2019 taxes to when they filed their 2020 taxes), 403,041 taxpayers with an average adjusted gross income of \$125,362 left California for elsewhere in the US, and just 241,216 with an average income of \$87,072 moved in. But rising incomes in the state minted enough new homegrown millionaires to replace all the departers and then some.

Related Articles: Behavioral Responses to State Income Taxation of High Earners: Evidence from California and Taxing Billionaires: Estate Taxes and the Geographical Location of the Ultra-Wealthy and Taxing Top Wealth: Migration Responses and Their Aggregate Economic Implications

Primary Topic: Taxation

Topics: Database, Fiscal Policy, Op-Ed/Blog Post, Politics, Taxation

Permalink: <https://www.edwardconard.com/macro-roundup/according-to-new-irs-data-during-2019-21-californias-economy-created-millionaires-faster-than-they-fled-its-share-of-us-taxpayers-with-adjusted-gross-income-of-1m-or-higher-rose-almost-1pp-from-1?view=detail>

Featured Image

Link: <https://www.edwardconard.com/wp-content/uploads/2024/03/CA-Justin-Fox-.png>