

**Brownstein Hyatt
Farber Schreck**



Tax Policy Platform

Sen. Kamala Harris (D-CA)

Brownstein Hyatt Farber Schreck
Tax Team



Individual Taxes

- Repealing the *Tax Cuts and Jobs Act*



Social Safety Net

- LIFT Act
- Renters' Credit
- EITC
- CTC



Energy Tax

- Climate Pollution Fee
- Eliminate Fossil Fuel Tax Breaks



Health Tax

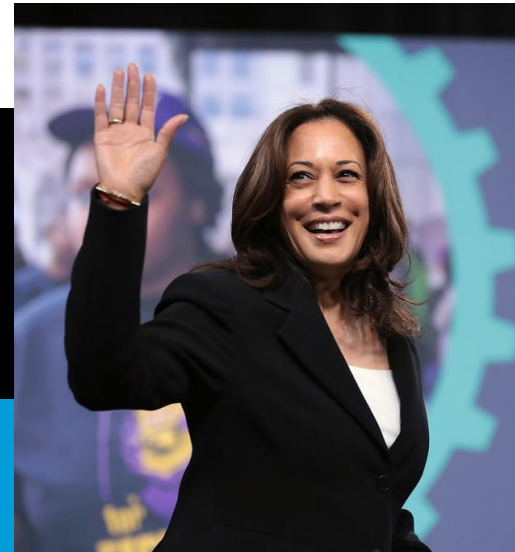
- Tax on Pharmaceutical Companies
- Marijuana Tax



Financial Transactions Tax

- Financial Transactions Tax

Harris's Proposals





Repealing the Tax Cuts and Jobs Act

Individual

Repealing the *Tax Cuts and Jobs Act*



Harris would fully repeal the TCJA and replace it with the *Livable Incomes for Families Today (LIFT) Act*

Limitations

It will be difficult for any of the Democratic candidates to fully repeal the GOP-passed tax law. Despite the unpopularity of the tax law, portions of it will likely remain in place.

Individual Rate Cuts



Similar to President Barack Obama with the cuts under George W. Bush, Democrats will likely retain the individual rate cuts, potentially with further cuts for low-income Americans and some increases for high-income earners.

Corporate Tax Rate



Similarly, the corporate tax rate is unlikely to go back to 35%, though more modest increases to 28% may be possible depending on the makeup of the House and the Senate.



LIFT Act

Renters'
Credit

EITC

CTC

Social Safety Net

Social Safety Net

Renters' Credit



Provide a refundable tax credit to help middle-income families with high rent costs. The credit would be available to people who spend over 30% of their gross income on rent and make up to \$100,000 (\$125,000 in higher housing-cost areas).

Lift Act



Working families a tax credit of up to \$6,000 each year. Married couples earning up to \$60,000 could be eligible for the full \$6,000. Single filers making up to \$30,000 and single parents earning up to \$80,000 could be eligible for \$3,000 in credits. Qualifying individuals would receive the benefit on a monthly basis, up to \$500 each month.

Child Tax Credit



Increase the CTC from \$2,000 per qualifying child to \$3,000 per qualifying child, with an additional \$600 bump up for children under the age of six.

Earned Income Tax Credit



Expand the EITC by 25% for families with children and substantially strengthen the EITC for childless workers.



Financial Transaction Tax

Financial Transaction Tax

Financial Transactions Tax



The Harris plan would impose a new FTT on stock, bonds, and derivative trades. Proposed taxes include:

- 0.2% tax on stock trades
- 0.1% tax on bond trades
- 0.002% tax on derivatives transactions



Climate Pollution Fee

Eliminate Fossil Fuel Tax Breaks

Energy

Energy

Climate Pollution Fee



- Harris has proposed a climate pollution fee to reduce emissions. Drawing inspiration from Gov. Jay Inslee, Harris's plan would progressively increase a pollution fee as far upstream as possible.

Eliminate Fossil Fuel Tax Breaks



- Harris's climate change plan would eliminate tax breaks for the fossil fuel industry. The plan would also extend and expand renewable and clean-energy tax credits, including the electric vehicle tax credit.



**Tax on Pharmaceutical
Companies**

Marijuana Tax

Health

Health Tax

Tax on Pharmaceutical Companies



- Harris would impose a 100% tax penalty on pharmaceutical companies that derive profits from abusive drug prices. Similar to Biden's proposal, she would also eliminate the deduction for advertising expenses for these companies.

Marijuana Tax



- Harris proposes to legalize marijuana and impose a national 5% sales tax on it.

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