

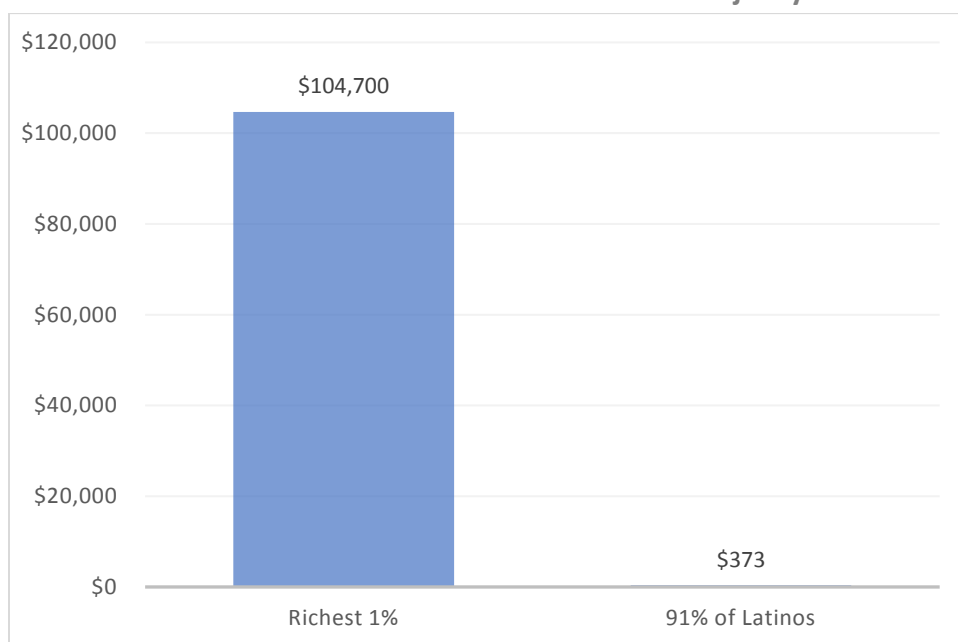
Tax Cuts and Jobs Act: Nevada

In Nevada today, the Hispanic population numbers approximately 800,000, more than one out of every four people in the state.¹ The Nevada Hispanic community's size, work ethic, and resilience have contributed to the national economic resurgence following the Great Recession.² Nevertheless, a considerable portion of Latinos continue to lag behind, struggling to put food on their tables and a roof over their heads. In 2015, about 19% of Latinos in Nevada were living in poverty, compared to 14% of Nevadans overall.³

Instead of helping Nevadans working hard and struggling to make ends meet, the new tax law, the Tax Cuts and Jobs Act (TCJA), provides a massive tax cut for the richest Americans and largest corporations while providing little help to working Nevada families. Under the TCJA:

- In 2019, an estimated 91% of Latino taxpayers (approximately 391,000) will get an average tax cut of \$372.97. This is compared to the average tax cut of \$104,700 for Nevada's richest 1%.⁴

Tax Cut for Richest 1% 281x Greater Than Cut for Majority of Latinos



- More than 15,000 low-income Latinos will receive zero benefit from the non-refundable expanded Child Tax Credit.⁵
- More than one-third of Latinos (more than 300,000) will lose an average annual deduction of \$20,000 from the reduction of state and local tax deductions.⁶
- By 2027, one out of every two Latinos (more than one million) will see their taxes go up, by an average of \$242 per year, due to expiration of the law's individual tax provisions, the repeal of the Affordable Care Act's individual mandate, and from using chained CPI to measure inflation.⁷
 - Sixty percent of Latinos facing a tax increase (more than 250,000) have incomes of less than \$50,000 per year.⁸

¹ U.S. Census Bureau, "American FactFinder: Selected Population Profile in the United States: 2015 American Community Survey 1-Year Estimates," https://factfinder.census.gov/faces/tableservices/jsf/pages/productview.xhtml?pid=ACS_15_1YR_S0201&p=Table_S0201 (accessed November 2017).

² Renato Rocha, "Latinos in Nevada: Protecting and Defending Progress in the Silver State" (Washington, DC: NCLR, 2017), <http://publications.nclr.org/handle/123456789/1696> (accessed November 2017).

³ UnidosUS calculation using U.S. Census Bureau, Current Population Survey, Annual Social and Economic Supplement and Supplemental Poverty Measure public use files, 2016, <https://www.census.gov/programs-surveys/cps.html> (accessed November 2017).

⁴ UnidosUS calculations using Institute on Taxation and Economic Policy, "How the Final GOP-Trump Tax Bill Would Affect Arizona Residents' Federal Taxes," (Washington, DC: ITEP, 2017), <https://itep.org/finalgop-trumpbill-az/> and U.S. Census Bureau, Current Population Survey, Annual Social and Economic Supplement, 2017, <https://www.census.gov/cps/data/cpstablecreator.html> (accessed January 2018).

⁵ UnidosUS calculations and J. Scott Moody and Scott Hodge, "The Growing Class of Americans Who Pay No Federal Income Taxes," April 14, 2004, *Tax Foundation*, <https://taxfoundation.org/growing-class-americans-who-pay-no-federal-income-taxes/> (accessed November 2017).

⁶ UnidosUS calculations using Internal Revenue Service, "SOI Tax Stats – Historic Table 2," *IRS*, <https://www.irs.gov/statistics/soi-tax-stats-historic-table-2> and Tax Policy Center, "Briefing Book, State and Local Taxes," <http://www.taxpolicycenter.org/briefing-book/how-does-deduction-state-and-local-taxes-work> (accessed January 2018).

⁷ UnidosUS calculations using data from Census Bureau's Current Population Survey, Annual Social and Economic Supplement, 2017, <https://www.census.gov/cps/data/cpstablecreator.html>; Joint Committee on Taxation, *Distributional Effects of the Conference Agreement for H.R. 1, The "Tax Cuts and Jobs Act,"* report prepared by the Joint Committee on Taxation, 115th Congress., 1st sess., 2017, <https://www.jct.gov/publications.html?func=startdown&id=5054>; and Chye-Ching, Guillermo Herrera, and Brendan Duke, "JCT Estimates: Final GOP Tax Bill Skewed to Top, Hurts Many Low- and Middle-Income Americans," (Washington, DC: Center on Budget and Policy Priorities, 2017), <https://www.cbpp.org/research/federal-tax/jct-estimates-final-gop-tax-bill-skewed-to-top-hurts-many-low-and-middle-income> (accessed January 2018).

⁸ Ibid.