



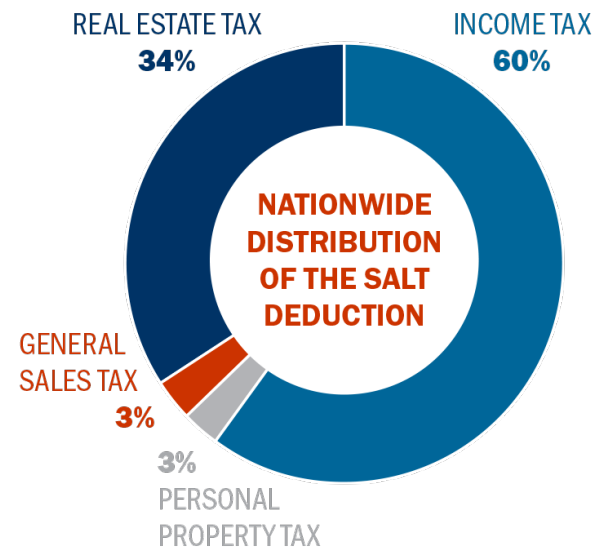
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STATE AND LOCAL TAX DEDUCTION (SALT)

EL DORADO COUNTY

NUMBER OF HOUSEHOLDS CLAIMING SALT, 2015:	PERCENT OF MIDDLE INCOME SALT BENEFICIARIES*:	TOTAL AMOUNT DEDUCTED BY HOUSEHOLDS THROUGH SALT, 2015:	PERCENT OF SALT DEDUCTIONS BENEFITING MIDDLE INCOME HOUSEHOLDS*:	AVERAGE SALT DEDUCTION, 2015:
38,330	82.65%	\$554.05 MILLION	50.21%	\$14,455

- **Eliminating the SALT deduction would be a tax increase on almost 30 percent of American taxpayers**, since the deduction allows the subtraction of their mandatory tax payments to state and local governments from their federally taxable income.
- **Attempts to eliminate the SALT deduction represent a nearly \$1.3 trillion revenue grab by the federal government** at the expense of state and local government services and by gutting home ownership incentives.
- **The SALT deduction has been a bedrock principle since the first three-page federal income tax in 1913**, and the deduction supports local school funding, home ownership, lower middle-income taxes, tailored social services, infrastructure development and local job creation efforts. The principle of state and local control of tax systems extends back to President Lincoln and even Alexander Hamilton in the Federalist Papers.



OUR ASK

Counties urge Congress and the administration to preserve local decision-making and prevent double taxation by maintaining the SALT deduction in comprehensive tax reform.

Notes: NACo analysis of Internal Revenue Service (IRS) 2015 data.

*Middle income brackets include all taxpayers who claimed the SALT deduction making less than \$200,000 in adjusted gross income in 2015, per IRS data.

STATE AND LOCAL GOVERNMENTS PROVIDE CRITICAL SERVICES WITH TAX REVENUE, INCLUDING:



INFRASTRUCTURE



EDUCATION



LAW ENFORCEMENT



EMERGENCY SERVICES



HEALTH SERVICES