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# Unpacking the consequences of the new US tax and budget legislation

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## What does the OBBBA do?

- Makes permanent expiring TCJA provisions (\$3.7 trillion)
- New, temporary Trump tax cuts (\$245 billion) plus others (totals \$420b)
- New/revived business tax cuts (\$920 billion)
- Reduced IRA green tax credits (-\$540 billion, net -\$500b or so)
- Spending cuts to Medicaid, SNAP (-\$1.1 trillion)
- Other items, some significant
- Net fiscal cost (JCT/CBO): \$3.4 trillion => \$4.1 trillion w/ interest and \$5.5 trillion if temporary provisions are extended