

Biden's \$4 Trillion Economic Plan

Source: Alicia Parlapiano, [The New York Times](#), May 25, 2021

President Biden released the [second portion of his economic plan](#) on Wednesday: \$1.8 trillion in new spending and tax cuts over 10 years for workers, families and children. That's on top of the \$2.3 trillion [infrastructure plan](#) he released at the end of March. Together, [here's what's included](#).



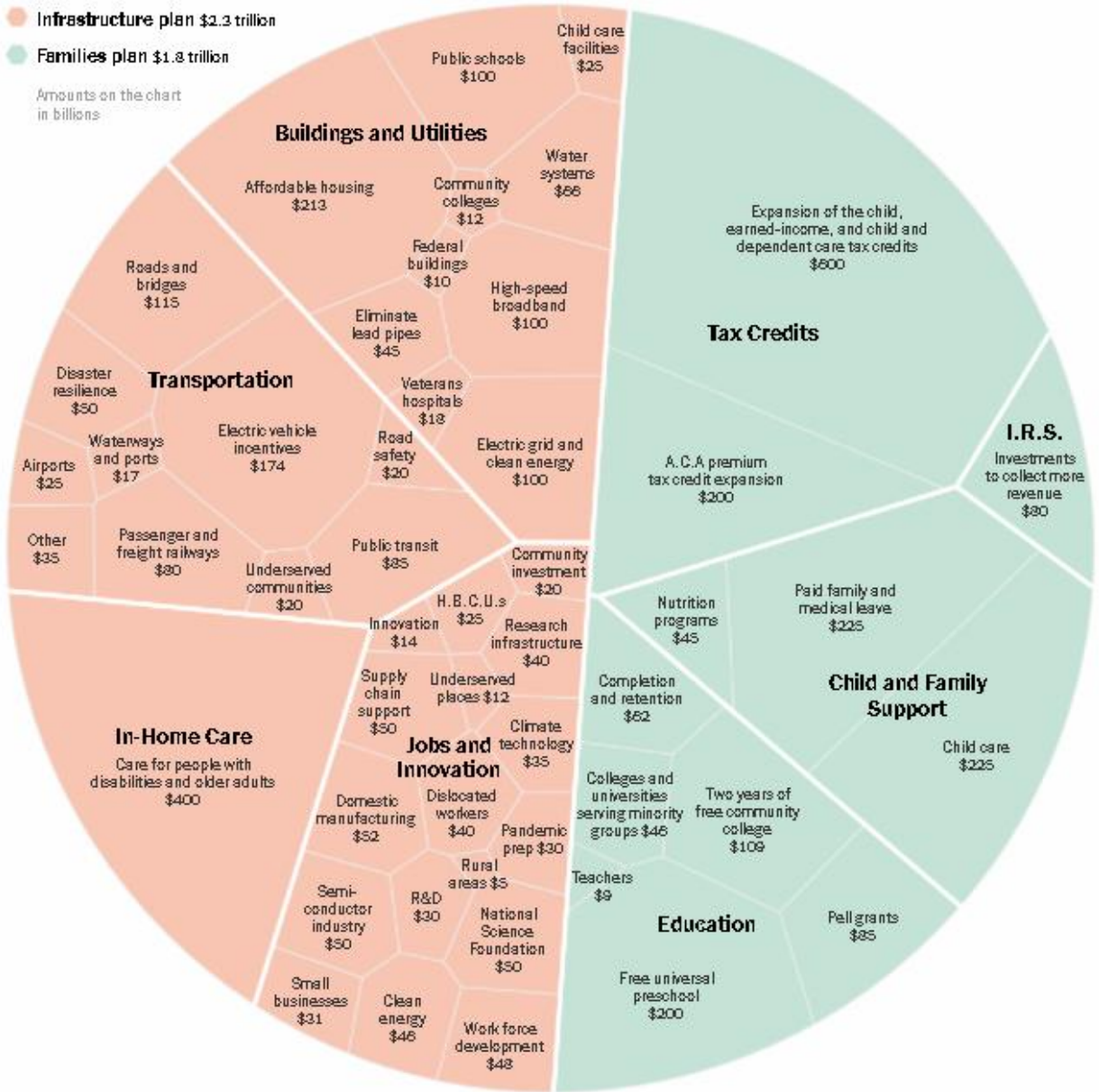
Most of the spending and tax cuts in Wednesday's proposal is directed at families, with provisions for a national paid family and medical leave program; child care subsidies; and extensions of several tax credit expansions from the most recent Covid-19 relief law. Newly proposed education spending includes universal prekindergarten for 3- and 4-year-olds; two years of free community college; an increase in the maximum Pell Grant award; and investments in colleges and universities serving minority groups.

The plan also calls on Congress to adjust the unemployment insurance system so that it would [automatically link the length](#) and amount of benefits to economic conditions. The president intends to pay for the infrastructure portion of the plan with [15 years of higher taxes on corporations](#). The proposal announced Wednesday would be financed partly through tax increases on the wealthiest Americans. Part of that strategy is to [give more money and enforcement power](#) to the Internal Revenue Service to crack down on tax evasion.

● Infrastructure plan \$2.3 trillion

● Families plan \$1.8 trillion

Amounts on the chart in billions



American Jobs Plan 2300 billions

American Jobs Plan	2300
Buildings and Utilities	689
Affordable housing	213
Public schools	100
High-speed broadband	100
Electric grid and clean energy	100
Water systems	66
Eliminate lead pipes	45
Child care facilities	25
Veterans hospitals	18
Community colleges	12
Federal buildings	10
Jobs and Innovation	578
Domestic manufacturing	52
Supply chain support	50
Semi-conductor industry	50
National Science Foundation	50
Work force development	48
Clean energy	46
Research infrastructure	40
Dislocated workers	40
Climate technology	35
Small businesses	31
Pandemic prep	30
R&D	30
H.B.C.U.s	25
Community investment	20
Innovation	14
Underserved places	12
Rural areas	5
Transportation	641
Electric vehicle incentives	174
Roads and bridges	115
Public transit	85
Passenger and freight railways	80
Disaster resilience	50
Other	35
Airports	25
Road safety	20
Community investment	20
Underserved communities	20
Waterways and ports	17
Care for people with disabilities and older adults	400

America Families Plan 1900 billions

Tax Credits	800
Expansion of the child tax credit, earned-income tax credit, or child and dependent care tax credit*	600
A.C.A premium tax credit expansion	200
Child and Family Support	495
Paid family and medical leave	225
Child care	225
Nutrition programs	45
Education	511
Free universal preschool	200
Two years of free community college	109
Pell grants	85
Completion and retention	62
Colleges and universities serving minority groups	46
Teachers	9
IRS Investment to collect more revenue	80

* Note: The plan released by the White House did not include estimated costs for the expansion of the child tax credit, earned-income tax credit, or child and dependent care tax credit. The \$600 billion estimate is the difference between the total tax cuts mentioned in the plan (\$800 billion) and the \$200 billion included for Affordable Care Act premium tax credits. Source: The White House