

GOVERNMENT

Biden proposes new tax aimed at billionaires

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The Biden Administration is announcing plans for the FY2023 budget on March 28. Image credit: The White House

By LUXURY DAILY NEWS SERVICE

President Joe Biden's administration has introduced a proposal for a new minimum income tax, called the "Billionaire Minimum Income Tax," that would target American billionaires.

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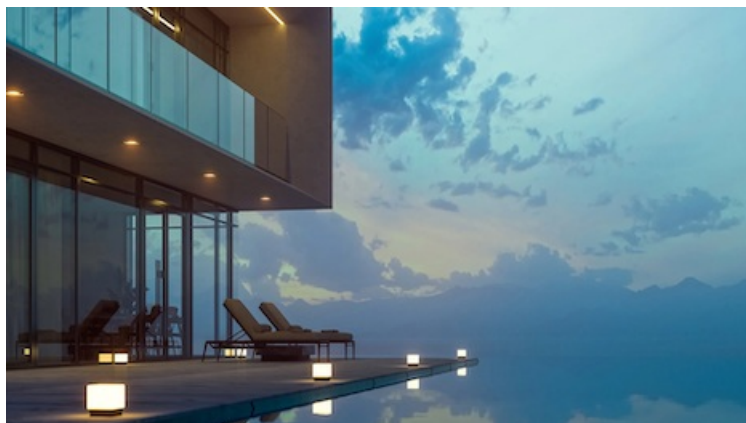
According to *The Washington Post*, the new tax under Biden's 2023 budget would establish a 20 percent minimum rate on all U.S. households worth more than \$100 million. More than 50 percent of this revenue would come from individuals worth more than \$1 billion.

Higher net worth, higher taxes

President Biden has been looking to increase taxes on America's wealthiest people, voicing his intent to do so since taking office.

This would be the first time the White House has introduced a plan designed specifically to target this group.

In a statement released on March 28, President Biden shared that the FY2023 budget will reduce the federal deficit by more than \$1.3 trillion over the next decade.



The new tax would explicitly target ultra-high-net-worth households. Image credit: Knight Frank

As part of this plan, the White House expects the new billionaire tax will narrow this deficit by \$360 billion over the next 10 years.

Those already paying a 20 percent rate on standard income will not be required to owe additional taxes, however, those who currently pay less than a 20 percent rate will be required to pay the difference a "top-up payment which meets the minimum" over several years.

According to the White House, this would eliminate the ability for the unrealized gains of ultra-high-net-worth households to go untaxed over several generations.

Earlier this month, President Joe Biden signed an executive order addressing cryptocurrency, which is expected to spur a federal review of economic, regulatory and national security issues relating to cryptocurrency and digital assets the first step to potential regulation in the industry ([see story](#)).

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