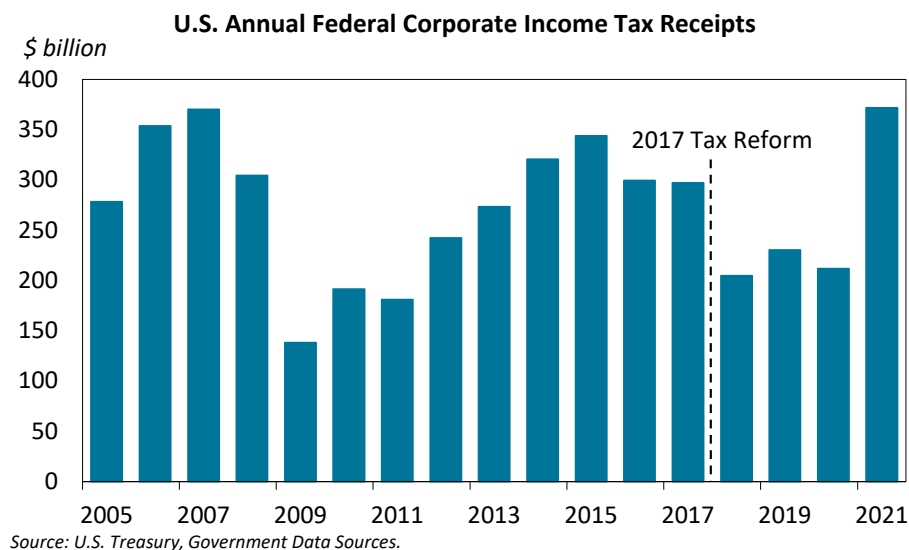


Biden Administration Announces Record Corporate Income Tax Receipts for FY2021

The announcement underscores the revenue benefits of a competitive tax code

On October 22, U.S. Secretary of the Treasury Janet Yellen and White House Office of Management and Budget (OMB) Acting Director Shalanda Young [announced](#) the final budget results for fiscal year (FY) 2021 showing corporate income tax receipts of \$372 billion – a new record for the highest dollar amount collected. Final receipts were \$103 billion above the 2022 Budget estimate released earlier this year.



Proponents of proposed corporate tax increases blame the 2017 tax reform for causing a decline in corporate tax revenue. The Administration's updated data highlights how the implementation of a more competitive tax system allows American companies and their workers to compete and win in global markets while generating substantial corporate tax revenues for the United States.

The \$372 billion corporate tax receipts in FY2021 exceeds the prior record of \$370 billion set in 2007, is 25% higher than the \$297 billion in 2017 prior to the tax reform, and is 82% above the \$205 billion collected in 2018. By comparison, the Administration showed that the other major revenue components combined to be 22% above 2017 receipts and just 18% above 2018 receipts.

While there was an expected, short-term decline in corporate tax revenue following passage of the 2017 tax reform, the decline was, in part, due to the upfront cost of the immediate deduction for business investment – an incentive largely supported by lawmakers in both parties.

Corporate income tax receipts are strong – **Congress should not enact tax increases that would slow economic growth and hinder innovation.**