

THE ONE BIG BEAUTIFUL BILL

Missouri

\$3,400 to \$6,100 Increase in Wages 123,000 Jobs Protected

WAGES, TAKE-HOME PAY, AND DISPOSABLE INCOME

CEA finds that the OBBB will raise wages in Missouri by an inflation-adjusted range of about \$3400 to \$6100 over the next four years.

A typical family with two children in Missouri can expect to see higher take-home pay of about \$7000 to \$9800 with OBBB compared to if it was not passed.

Around 5% of the labor force is employed in occupations that would likely benefit from the no taxes on tips provision of the OBBB.

Around 1.0 million seniors in Missouri could benefit from the no taxes on social security provision of the OBBB.

Around 24% of all employees in Missouri regularly work overtime and could benefit from the no tax on overtime provision of the OBBB. An even larger 64% of workers in Missouri are in occupations that are likely eligible for overtime and could also benefit.

JOBS, BUSINESSES, AND HOUSING

CEA finds that the OBBB will protect about 123 thousand full-time equivalent jobs in Missouri over the next four years relative to if the TCJA had been allowed to expire.

There are several provisions in the OBBB that will boost the manufacturing industry. In Missouri, about 4% of firms, 4% of establishments, and 11% of employment is in the manufacturing sector.

The OBBB extends the 199A passthrough deduction for small businesses. There are about 92 thousand firms in Missouri which could be eligible for the deduction, or about 43% of all firms.

The OBBB enhances Opportunity Zones incentives and makes the policy permanent. In Missouri, there are 161 Opportunity Zones. CEA finds that Opportunity Zones created an estimated 22 thousand jobs following the passage of the TCJA through 2021 and led to the construction of about 5800 housing units in Missouri through the third quarter of 2024.

