

Tax Provision	Current Law	House	Senate
<b>Individual Taxes</b>			
<b>Individual rate</b>	10%, 15%, 25%, 28%, 33%, 35%, 39.6%	12%, 25%, 35%, 39.6%	10%, 12%, 22.5%, 25%, 32.5%, 35%, 38.5%
<b>Individual tax rate bracket thresholds</b>	<b>10% bracket:</b> Single: up to \$9,325 Married: up to \$18,650	<b>12% bracket:</b> Single: up to \$45,000 Married: up to \$90,000	<b>10% bracket:</b> Single: up to \$9,525 Married: up to \$19,050
	<b>15% bracket:</b> Single: \$9,325 to \$37,950 Married: \$18,650 to \$75,900	<b>25% bracket:</b> Single: \$45,000 to \$200,000 Married: \$90,000 to \$260,000	<b>12% bracket:</b> Single: \$9,525 to \$38,700 Married: \$19,050 to \$77,400
	<b>25% bracket:</b> Single: \$37,950 to \$91,900 Married: \$75,900 to \$153,100	<b>35% bracket:</b> Single: \$200,000 to \$500,000 Married: \$260,000 to \$1,000,000	<b>22.5% bracket:</b> Single: \$38,700 to \$60,000 Married: \$77,400 to \$120,000
	<b>28% bracket:</b> Single: \$91,900 to \$191,650 Married: \$153,100 to \$233,350	<b>39.6% bracket:</b> Single: more than \$500,000 Married: more than \$1,000,000	<b>25% bracket:</b> Single: \$60,000 to \$170,000 Married: \$120,000 to \$290,000
	<b>33% bracket:</b> Single: \$191,650 to \$416,700 Married: \$233,350 to \$416,700	12% bracket phased out for high income taxpayers	<b>32.5% bracket:</b> Single: \$170,000 to \$200,000 Married: \$290,000 to \$390,000
	<b>35% bracket:</b> Single: \$416,700 to \$418,400 Married: \$416,700 to \$470,70		<b>35% bracket:</b> Single: \$200,000 to \$500,000 Married: \$390,000 to \$1,000,000
	<b>39.6% bracket:</b> Single: More than \$418,400 Married: more than \$470,700		<b>38.5% bracket:</b> Single: more than \$500,000 Married: more than \$1,000,000
<b>Standard deduction</b>	single: \$6,350   married: \$12,700	single: \$12,200 single   married: \$24,400	single: \$12,000 single   married: \$24,000
<b>Deduction for elderly &amp; blind</b>	Yes	Repealed	Retained
<b>Personal exemptions</b>	\$4,050 each for taxpayer, spouse & dependents	Repealed	Repealed
<b>Alternative Minimum Tax (AMT)</b>	Yes	Repealed	Repealed
<b>Index</b>		CPI	Chained CPI
<b>Itemized Deductions</b>	Subject to limits	Limits repealed	Limits repealed
<b>Tax preparation fees</b>	Yes	Repealed	Repealed
<b>Unreimbursed Employee Expenses</b>	Yes	Repealed	Retained
<b>Contributions to medical savings accounts</b>	Yes	Repealed	Retained
<b>Educator expenses</b>	Yes	Repealed	Retained
<b>Certain miscellaneous expenses</b>	Yes	Retained	Repealed
<b>Personal casualty losses</b>	Yes	Repealed, other than for those affected by certain hurricanes	Repealed, other than for disasters
<b>Medical expenses</b>	Yes	Repealed	Retained
<b>State and local income and sales taxes</b>	Yes	Repealed	Repealed
<b>State and local property taxes</b>	Yes	Up to \$10,000	Repealed
<b>Home mortgage-interest</b>	Up to \$1M	Up to \$500,000 on new loans on primary residence	Retained
<b>Interest on home equity debt</b>	Yes	Repealed	Repealed
<b>Charitable contributions</b>	Yes	Certain contributions are limited and repealed	Increase percentage limit for cash to public charities
<b>Alimony Payments</b>	Yes	Not deductible by payer nor income for payee	Retained
<b>Child Tax Credit (CTC)</b>	\$1,000 per qualified child	\$1,600 per qualified child	\$2,000 per qualified child, qualified child age limit increased to 18
	Refundable up to 15% of income over \$3,000	\$1,000 refundable portion would be indexed and not rise above \$1,600	\$1,000 refundable portion would be indexed to nearest \$100, refundable up to 15% of income over \$2,500

	No	\$300 credit for non-child dependents, including the taxpayer, non-refundable, expires after 2022	\$500 credit for non-child dependents
	Phase out income thresholds \$75,000 (single) and \$110,000 (married)	Phase out income thresholds \$115,000 (single) and \$230,000 (married)	Phase out income thresholds \$500,000 (single) and \$1,000,000 (married)
<b>CTC, Earned Income Tax Credit (EITC), American Opportunity Tax Credit (AOTC)</b>	Yes	Work-eligible SSN required to claim refundable portion, SSN for child to claim enhanced CTC, other modifications to EITC	SSN required for each child to claim refundable portion of CTC
<b>Education</b>			
<b>AOTC, Hope Scholarship Credit (HSC), Lifetime Learning Credit (LLC)</b>	Yes	Credit for first \$2,000 of certain higher education expenses, 25% of next \$2,000, fifth year at 1/2 of the first 4, with \$500 refundable	Retained
<b>Coverdell Accounts</b>	Contributions of \$2,000 per beneficiary	No new contributions to Coverdell accounts	Retained
<b>529 Plans</b>	Yes	Elementary and high school expenses up to \$10,000 and apprenticeship programs will be qualified expenses, a child in utero may be a beneficiary	Retained
<b>Deduction for student loan interest, tuition and expenses</b>	Yes	Repealed	Retained
<b>Exclusion for savings bonds for education expenses, qualified tuition programs, employer-provided education programs, student loan forgiveness</b>	Yes	Repealed, changes made to student loan forgiveness	Retained
<b>Exclusions</b>			
<b>Gain from sale of a principal residence</b>	Must be principal residence for 2 out of the previous 5 years	Must be principal residence for 5 out of the previous 8 years, only used once every 5 years, phased out for high income	Must be principal residence for 5 out of the previous 8 years, only used once every 5 years
<b>Employer-provided bicycle commuter fringe benefit</b>	Yes	Retained	Repealed
<b>Employer-provided qualified moving expense reimbursement</b>	Yes	Repealed, retained for Armed Forces	Repealed, retained for Armed Forces
<b>Pension Savings and Retirement</b>	Yes	Modifications, including to the minimum age for in-service contributions, hardship withdrawals and distributions, and the recharacterization of ROTH IRA contributions as traditional IRA contributions	Retained
<b>Business Taxes</b>			
<b>Corporate rate</b>	15%, 25%, 34%, 39%, 34%, 35%, 38%, 35%	20%, 25% for personal services corporations	20%, starting in 2019
<b>Corporate Alternative Minimum Tax (AMT)</b>	20% on income above \$40,000	Repealed, carryforward changed	Repealed, carryforward changed
<b>Deduction of investment expenses in the same year "full expensing"</b>	Depreciation over time, some limits	Allowed for 5 years & 179 expensing expanded for certain businesses	Allowed for 5 years & 179 expensing expanded
<b>Net interest deduction</b>	Yes, subject to limitations	Capped at 30% of income, modifications including small business exemption	Capped at 30% of income, carry forward of denied deduction
<b>Other Taxes</b>			

<b>Pass-through rate</b>	Individual income tax rates	Top rate of 25%, for certain income, bottom rate of 9% phased in for certain income	Individual income tax rates
<b>Prevent conversion of wage income to business income by wealthy individuals as a result of new pass-through rate and pass-through conversion to C corporations</b>	No	Active owners pay individual rates on 70% of income from pass-through business or according to their "capital percentage", 25% rate does not apply to professional services pass-through businesses such as lawyers and financial services, and treatment of S corporation conversion to C corporations modified.	No
<b>Determination of active ownership</b>	No	Based on number of hours spent participating in activities of the business	No
<b>Deduction</b>	No	No	17.4% deduction for certain non-service income, exception for service income below \$75,000 (single) and \$150,000 (married), exception is phased out over next \$25,000 (single) and \$50,000 (married)
<b>Active pass-through losses</b>	Yes	Retained	Repeal above \$250,000 (single), \$500,000 (married)
<b>Partnerships</b>	Yes	3-year holding period for long term capital gain for certain partnership interests	Modified, including to tax on sale, definition of built in loss for loss transfers, allowance of partner's share of loss, worker classification safe harbor and withholding, reporting thresholds, and information reporting requirements
<b>Income subject to Self-Employment Contributions Act (SECA) treatment</b>	Earnings from a trade or business carried on as a sole proprietor, independent contractor or partner	Retained	Retained
<b>Estate tax and generation skipping transfer tax</b>	Top tax rate is 40% with estates over \$5.49 million (single), \$10.98 million (married) subject to tax.	Exclusion doubled and indexed or inflation, repealed after 2023, step-up in basis is unchanged	Exclusion doubled
	Yes	Gift tax top rate of 35%, exclusion is unchanged and indexed for inflation	Exclusion doubled
<b>International Taxes</b>			
<b>One-time repatriation rate</b>	No	14% on cash, 7% non-cash, paid over 8 years	10% on cash, 5% non-cash
Credit: Penn Wharton, U of PA			