

## Ways and Means Committee Report – Summary & Chart

The congressional conference committee released its final report outlining the compromised version of the Tax Cuts and Jobs Act. This final bill has kept some parameters directly from the original House Bill and Senate Bill, while other provisions were thrown out or tweaked. Below are the major provisions of the conference committee bill.

### Conference Committee Bill

#### Individuals

##### The Good:

Individual Rates	7 – 10%, 12%, 22%, 24%, 32%, 35%, and 37%
Alternative Minimum Tax (AMT)	Increased exemption amount to \$109,400 from \$84,500 and increased the phaseout threshold to \$1 million from \$498,900 for joint filers (other exemptions and phaseout thresholds exist for single filers and married couples filing separately, and are also adjusted)
Increase Child Tax Credit	Increased to \$2,000
Standard Deduction	\$12,000 Single / \$24,000 Married
Estate Tax Exemption	Exemption amount has doubled to \$10 million per person

##### The Bad:

Personal Exemption	Repealed
State Income & Property Taxes Deduction	Limited to \$10,000
Mortgage Interest Debt Limit	\$750,000
Alimony Payments	Repealed, effective 2019
Personal Casualty loss deductions	Only allowed in Federally declared disaster areas
Medical Expense Deductions	Deduction threshold is lowered to 7.5 percent for 2018 and reverts to 10 percent thereafter

#### Business:

Pass-Through Income Deduction	20% of Qualified Business Income
Pass-Through Income Deduction – Personal Service Businesses	20% of Qualified Business Income; no deduction for individuals with taxable income of \$157,500 or more and married couples with taxable income of \$315,000 or more
Corporate Rate	21% Starting 2018
Corporate Alternative Minimum Tax (AMT)	Repealed
Immediate Expensing	Increased from \$500k to \$1M
Bonus Depreciation	100% through 2022
Depreciable lives	15 years for Qualified Improvements
Cash Method of Accounting	Increase from \$5M to \$25M
Interest Expense Limitation	30% of Income
Domestic Production Deduction	Repealed
IC-DISC	Effectively repealed for Corporations / Available for Pass-Through Entities