

TAX CUTS & JOBS ACT

HOUSE AND SENATE CONFERENCE COMMITTEE

TAXPAYER EXAMPLES

A typical family four earning \$73,000 per year

- ▶ A family of four with income of around \$73,000 (median family income) will see a tax cut of more than \$2,000.
- ▶ Their tax bill will fall from what they would pay next year, around \$3,557.50, to paying \$1,499 instead—a reduction of \$2,058.
- ▶ This represents a reduction in their tax bill of nearly 58 percent.

A single parent with one child earning \$41,000 per year

- ▶ A single parent with one child earning \$41,000 will see a tax cut of more than \$1,300.
- ▶ Their tax bill will fall from what they would pay next year, around \$1,792.50, to paying \$488 instead—a reduction of \$1,304.50.
- ▶ This represents a reduction in their tax bill of nearly 73 percent, meaning that their tax bill next year will be about one quarter of what it would be under current law.

Married small business owners with income of \$100,000 per year

- ▶ A couple earning \$100,000, with \$60,000 from wages, \$25,000 in compensation from their non-corporate business, and \$15,000 of business income, will see a tax cut of more than \$2,600.
- ▶ Their tax bill will fall from what they would pay next year, around \$10,982.50, to paying around \$8,379 instead—a reduction of \$2,603.50.
- ▶ This represents a reduction in their tax bill of nearly 24 percent.