

# 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 \$2,059.
- ▶ 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.