



United States House Committee on

Ways & Means

CHAIRMAN JASON SMITH

The One, Big, Beautiful Bill *Fuels America's Economic Growth*

Brings Back and Extends Key Trump Economic Tax Policies

- **Renews 100% immediate expensing.**
 - *Businesses currently face 40% expensing for 2025, 20% for 2026.*
- **Renews incentive for research & development (R&D) in the U.S.**
 - *Businesses currently must allocate R&D expenses over 5 years instead of immediately. Following the 2017 tax cuts, R&D investment grew by **18%**.*
- **Renews deduction for interest expenses.**
 - *Medium-sized manufacturers cannot raise capital from equity markets and often must borrow.*
- **Permanent Small Business Deduction.**
 - *Increases and makes permanent the Small Business Deduction to **23%** for **30 million** small businesses.*
- **Permanent key international tax reforms.**
 - *Reforms such as GILTI, BEAT, and FDII made the U.S. more competitive globally, helped bring **\$2.5 trillion** back to the U.S. from overseas, rewarded IP kept in America, and stopped corporate inversions.*

Incentivizes Made-In-America

- **Rewards New Factories Built in the U.S.A.:**
 - Enhances cost recovery for new manufacturing structures producing goods in America.
 - Will create nearly 300,000 jobs and boost wages by a full percentage point.
- **Doubles Immediate Small Business Expensing:**
 - Increases the more generous 179 Small Business Expensing to \$2.5 million, allowing small businesses to invest in their employees and grow.
- **Lowers Effective Tax Rate for those Producing in the U.S.A.:**
 - Increases existing thresholds for favorable tax treatment for small/mid-sized manufacturing.
- **Renews successful Opportunity Zone (OZ) program:**
 - Will deliver an additional \$100 billion of investment over the next decade, makes important enhancements for Zones in rural distressed communities.
- **Reduces reporting burdens for small businesses and entrepreneurs:**
 - Stops the Democrats' attack on the gig economy by repealing the ARPA 1099-K rule.
 - Reduces paperwork burden for small businesses and workers by increasing the 1099-MISC threshold to \$2,000.



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Economic Benefit of Policies

- Raises real wages by up to **\$3,300** for every American worker.
- **Boosts manufacturing wages by \$126 billion** and ignites **\$284 billion** in additional manufacturing-based GDP growth.
- Unlocks **\$1.5 trillion in additional small business GDP** growth and an estimated **1 million new small business jobs annually over the next decade**.
- 100% Immediate Expensing, Immediate Expensing for R&D, and Accelerated Expensing for Manufacturing Structures combined will **increase wages by 1.5%** and **create nearly 400,000 jobs**.
- Immediate Expensing for R&D **accelerates over \$20 billion of investment**, and more than **\$50 billion long-term**.
- Expanding interest deductibility will deliver a **\$108 billion boost to GDP**.

Adds Over \$850 Billion on Average to GDP Each Year

