January 12, 2018

Tax Cuts and Jobs Act Cross References

H.R. 1 On December 22, 2017 the President signed into law H.R. 1 (officially titled 'An Act to Provide for Reconciliation Pursuant to Titles II and V of the Concurrent Resolution on the Budget for Fiscal Year 2018'). The legislation was originally called the "Tax Cuts and Jobs Act," but that name had to be deleted from the official title to prevent a filibuster by Democrats in the Senate. However, that does not prevent politicians and commentators from calling it the Tax Cuts and Jobs Act, as demonstrated by the White House Press release on December 22, 2017 announcing the President's signing of the bill. The new law overhauls the Internal Revenue Code by lowering tax rates and eliminating numerous tax provisions. Supporters claim that it will help the economy and create jobs. Critics point out that according to the House and Senate Conference Committee report, the new law will add $1.456 trillion to the federal deficit during the years 2018 through 2027. Supporters claim that figure will be partially offset through future economic growth, resulting in potential new tax revenue. According to the Conference Committee, a typical family of four earning the median family income of $73,000 will receive a tax cut of $2,059. The following summary is based upon the Conference Report for H.R. 1.

Call Baldwin Hills Tax Service, (323) 295-8359, for more information.