

"THE ONE BIG BEAUTIFUL BILL"

CHANGES EXPECTED FOR TAX YEAR 2025 AS OF 5/22/2025



Provision	Current Law	Proposed Bill
Bonus Depreciation	40%	100%
R&D Expensing (Section 174)	Domestic Research & Experimentation expenses required to be capitalized and amortized over 5 years (Foreign - 15 years)	Full expensing for Domestic R&E expenses in the year they occur (Foreign expenses remain amortized over 15 years)
Standard Deduction	\$15,000 (single) \$30,000 (married)	\$16,000 (single) \$32,000 (married)
Child Tax Credit	\$2,000 per child	\$2,500 per child
Manufacturing Deductions	N/A	100% Expensing for Manufacturing structures
No Tax on Tips and Overtime	N/A	Deductible for workers earning up to \$160,000
Auto Loan Interest Deduction	N/A	Up to \$10,000 for U.S. assembled vehicles, phasing out for incomes >\$200k married filing jointly and >\$100,000 for single filers
Adoption Credit	Up to \$17,280, non-refundable	\$5,000 of current credit made refundable
Deductions for Seniors	\$1,600 for age 65+	Increase of \$4,000 for age 65+ for individuals (\$5,600 total), phase out for incomes over \$150,000 married filing jointly and \$75,000 for single
1099-K	\$2,500	\$20,000 and >200 transactions
SALT	\$10,000 cap	\$40,000 cap, phasing out at incomes at >\$500,000
199A Flow-Through Deduction	20%	23%
Interest Deductions	EBIT Standard	EBITDA Standard