

The Significant Impact of 2017 Tax Reform

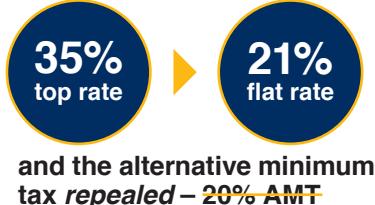
The *Tax Cuts and Jobs Act* of 2017 has brought the most substantial tax changes in more than 30 years. The wide-ranging provisions affect every U.S. business (though the potential effects can vary greatly depending on the size and type of business). It's critical, therefore, to consider the tax consequences – as well as the implications for your strategy and operations.

Net operating losses <i>restructured</i>	Deduction for producing goods in the U.S. <i>repealed</i>	Asset depreciation <i>enhanced</i>	Limitation on interest expense deduction <i>added</i>	Pass-through deduction <i>added</i>	Compensation deduction for public companies <i>limited</i>
<p>Carryback  Losses in tax years ending after Dec. 31, 2017  Unlimited carryforward</p>			 <p>*Of adjusted taxable income</p>	 <p>*For most pass-through income</p>	 <p>\$1 million per year*</p> <p>*Certain executive compensation agreements grandfathered</p>

How Will This Affect U.S. Businesses and the Economy?

These and other provisions of tax reform are expected to have a substantial impact on the economy overall and on businesses' bottom lines.¹

Corporate tax rate *lowered*



Plus, due to the new pass-through deduction:



What Does Tax Reform Mean to Your Business?

Let our tax professionals help you navigate and manage the far-reaching new policies, as well as understand how the changes affect the tax situation in your state. As one of the top 10 U.S. accounting firms, we have the deep industry expertise to understand your particular needs. Learn more: crowe.com/services/tax

Source:

¹ "Estimated Budget Effects of the Conference Agreement for H.R.1, the 'Tax Cuts and Jobs Act,'" Joint Committee on Taxation, Dec. 18, 2017, <https://www.jct.gov/publications.html?func=startdown&id=5053>