

WHAT ONE BIG BEAUTIFUL BILL MEANS FOR AMERICANS

On July 4, 2025, President Trump signed the One Big Beautiful Bill Act into law. This legislation not only prevents the biggest tax hike in history, but it also restores and makes critical pro-growth tax provisions permanent to increase domestic investment and boost economic growth. Through policies like a standard deduction boost, tax benefits for child care, no taxes on tips, no taxes on overtime and tax relief for seniors, low- and middle-income Americans are the biggest winners under this bill.

TAX WINS

For Families

- **Permanent lower tax rates**, letting Americans keep more of their hard-earned money.
- **Permanent increased and enhanced child tax credit**.
- **Permanent increased and enhanced standard deduction**, claimed by 90 percent of taxpayers.
- **Permanent small business deduction**, enabling job creating and spurring domestic innovation.
- **Tax relief for seniors** through a \$6,000 bonus exemption.
- **Employer-provided childcare credit and child care assistance strengthened**, increasing accessibility and affordability for working families.
- **529 education savings accounts enhanced**, easing education expenses.
- **Savings accounts for newborns established**, building financial security for the next generation
- **New school choice tax credits**, providing students with the opportunity to succeed in the setting that best suits their needs.
- **Expanded health savings accounts**, allowing taxpayers to save and invest more of their own money tax-free to use for health care expenses.
- **Permanent deduction on charitable contributions for non-itemizers** to encourage charitable giving.

For Workers

- **No tax on tips**, providing additional tax relief for tipped workers like waitresses, barbers, hairstylists, and taxi drivers.
- **No tax on overtime** for hourly workers who keep America running.
- **No tax on auto loan interest** for new cars made in the U.S.
- **Repeals onerous IRS reporting requirements on gig workers** who rely on third-party payment processors like Venmo and PayPal for transactions.
- **Increases the 1099-MISC threshold**, reducing the paperwork burden for small businesses and workers.

For Businesses

- **Death tax exemption increased to \$15 million and made permanent**, sparing family farms, ranches and small businesses.
- **Permanent 20 percent small business deduction**, enabling job creation and spurring local economic activity.
- **Restored and permanent full expensing for domestic R&D** to encourage domestic innovation.
- **Restored and permanent full expensing for new capital investments**, boosting domestic production.
- **Restored and permanent interest deductibility** helping finance critical domestic investments and increasing global competitiveness.
- **Full expensing for new factories and factory improvements** accelerating domestic manufacturing.
- **Renewed and enhanced Opportunity Zone program**, driving \$100+ billion of investment to rural and distressed communities.