

# THE ONE BIG BEAUTIFUL BILL



Provision	Itemizers or Standard?	Limitations	Phaseouts
Car Loan Interest Deduction	All filers	Interest must be on personal-use vehicle; business-use interest remains under Schedule C/S	Anticipated AGI phaseout starts around \$200k-\$350k MFJ
Overtime Income Exclusion	All filers	Only applies to non-exempt W-2 employees; must be tracked hours >40/week	Not explicitly phased out - but may be subject to wage cap
Tip Income Exclusion	All filers	Must meet IRS definition of a tip (voluntary, customer-directed)	Likely phased out above \$150k AGI, especially for non-service professions
Child Tax Credit Enhancement	All filers	Maximum likely raised to \$2,500-\$3,000/child	Phaseout likely begins \$400k MFJ/\$200k single
Mortgage Interest Deduction Modification	Itemizers Only	Deduction cap remains ~\$750k loan; expands deductibility for certain refinances	N/A
Casualty Loss Deduction Modification	Itemizers Only	Must be a federally declared disaster; losses above 10% AGI	N/A
Misc. Itemized Deductions Repeal Maintained	Still Repealed	Most 2%-of-AGI deductions remain disallowed	N/A
State & Local Tax Deduction Limit Adjustments	Itemizers Only	\$10k cap remains, but indexing for inflation and optional MFJ split included	N/A
Qualified Business Income Deduction Enhancement	All filers with qualified pass-through income	Same 20% of qualified business income; service business limits remain	Phaseout begins \$364,200 MFJ/ \$182,100 single (2025 estimate)
Estate & Gift Exemption Extension	All filers	Exemption remains ~\$13-\$14M per person (indexed for inflation)	No phaseout, but clawback risk remains if law ever sunsets again
ABLE Account Enhancements	All filers	Max contribution increase + rollover from 529s	Saver's credit phased out above \$70k-\$80k AGI

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