

Tax Accounting Quarterly Update - December 2024

Webcast Teaser Video Transcript

15% Corporate Tax Rate Proposal

So what is the 15% corporate tax rate proposal? Unfortunately, there hasn't been too much information that's been released around the 15% corporate tax rate. Is it going to be a 15% rate for US corporations? How are they going to determine which activity of the US corporations get taxed at 15%? Are flow through entities going to receive a benefit? For individuals who have investments in flow through, how would that benefit get passed through? It's just not clear at this time.

Given the lack of details around the 15% tax rate. Most likely it's going to be it's going to be something similar to the domestic production activities deduction that was repealed in in 2017 with the TCJ as a way to make some room for other proposals. So just given all the uncertainty around it, it's hard to say what that's going to look like going forward, if that could get passed or not. We don't know how much it's going to cost. So there's a lot of unknown factors around that.