Quantum FINANCIAL PLANNING

Harris and Trump Tax Proposals

	HARRIS	TRUMP
Individual Income Taxes	• Increase top marginal rate to 39.6% (from 37%) for income >$400K ($450K for joint filers) • Increase Net Investment Income Tax (NIIT) from 3.8% to 5% and include nonpassive income for income >$400K • Increase top capital gains tax rate from 20% to 28% for income >$1M • Exempt from taxation: tips	• Maintain TCJA tax brackets (set to expire 2026) • Exempt from taxation: tips, SS, OT pay
Corporate Taxes	• Increase corporate income tax rate from 21% to 28% • Increase excise tax on stock buybacks from 1% to 4% • Sunset many TCJA provisions such as the QBI deduction	• Cut corporate income tax rate from 21% to 20% and further cut to 15% for “American Made” manufacturers
Tax Credits, Exemptions, and Deductions	• Expand EITC to include filers w/o dependents • Increase Child Tax Credit (CTC) up to $6K per child • First time homebuyer credit - $25K • Make permanent ARPA premium tax credit • Increase deduction for startup costs from $5K to $50K	• Uncap State and Local Tax (SALT) deduction for itemizers • Increase CTC up to $5K per child
Other Taxes	• Minimum 20% income tax for those with wealth >$100M, including unrealized capital gains income • Increase Medicare tax rate from 1.45% to 5% for income >$400K • Tax unrealized capital gains above $5M exemption at death	• Increase excise tax on large private university endowments • Assess tariffs on foreign goods between 10% and 20%, 60% on Chinese goods • Maintain TCJA estate tax exemption thresholds
What They Have In Common	• Tax policy is complicated and requires congress help to pass. Neither Harris’ nor Trump’s proposals are likely to be implemented in full. • Proposed fiscal policy from both candidates would require significant deficit spending • Individual tax brackets are at historical lows and unlikely to decrease in the near future	

Sources: Tax Foundation ***Where do the Candidates Stand on Taxes?,*** J.P. Morgan Asset Management ***Mind the Gap: candidate policy comparisons in a historically polarized US Election; China stimulus package***