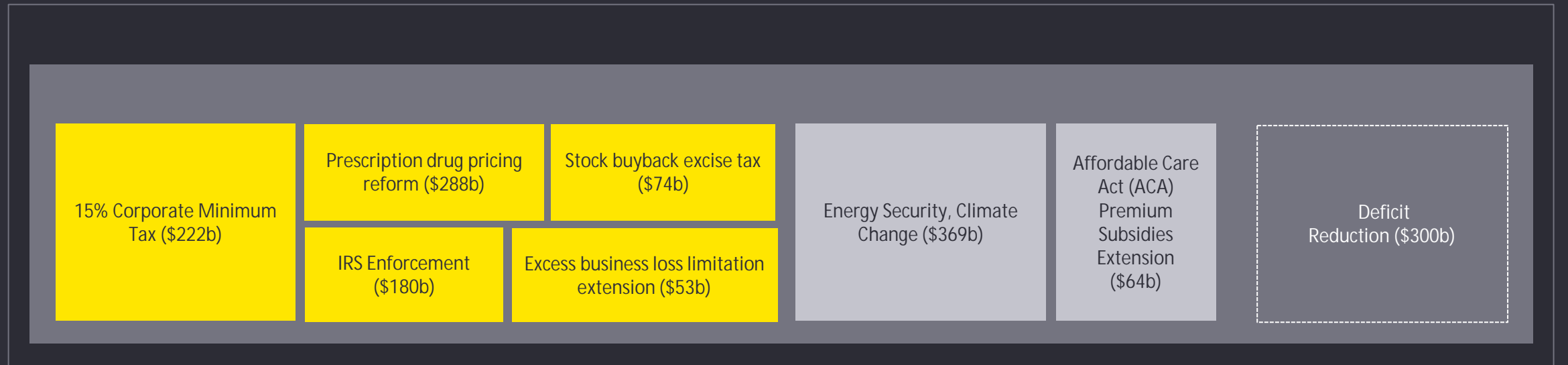
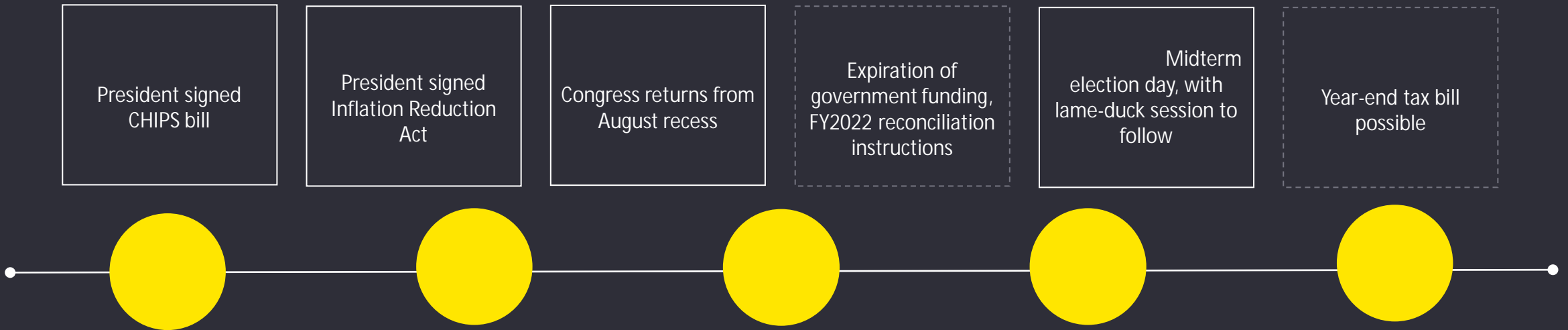


What to expect in Washington

Washington Council EY

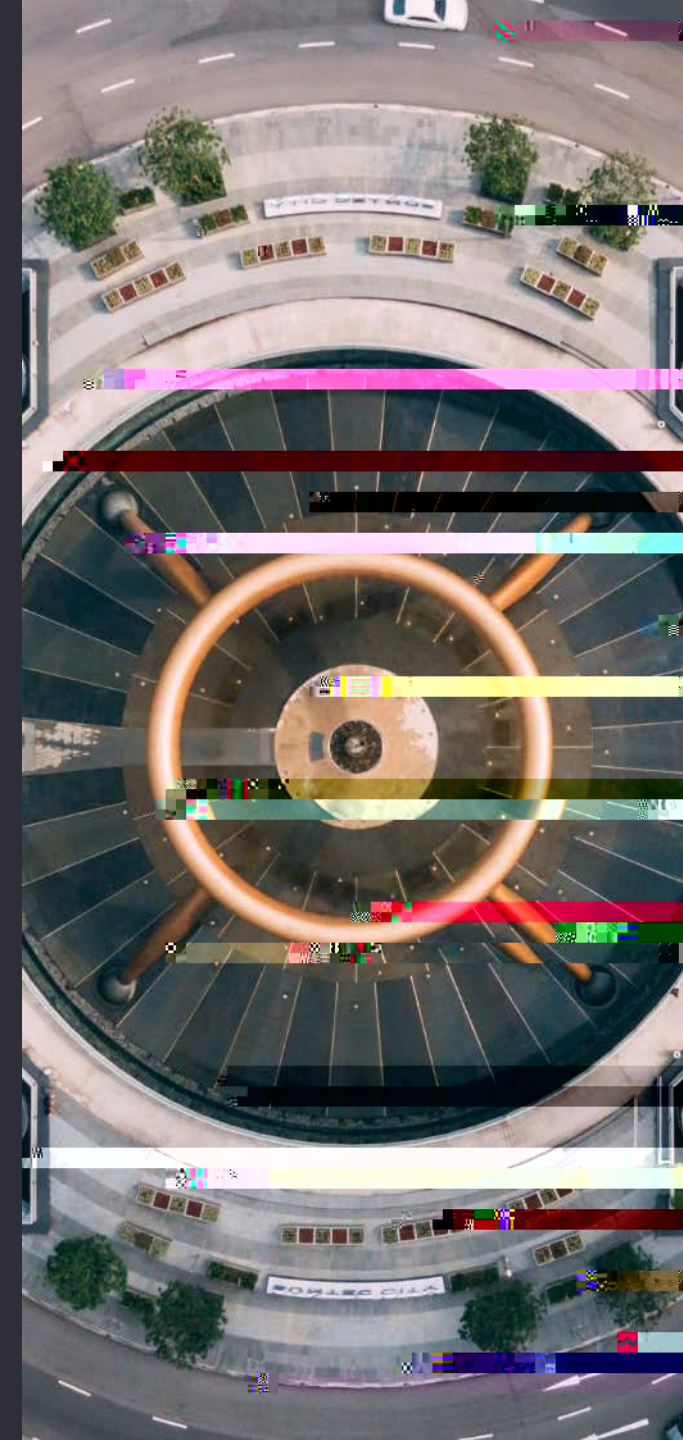
US legislative timeline




General political impacts for potential 2022 outcomes

1	D	R	D	High	House Republicans would be able to pass legislation that would stall in

Congress and election forecasts



Inflation Reduction Act scorecard



- { Providing for lower prices for certain high-priced single source drugs

- {

- { On adjusted financial statement income for corps. with profits >\$1b
- { MACRS depreciation for tangible assets, plus amortization for some wireless spectrum, reduces adjusted financial statement income for purposes of computing the tax

Expiration/change dates of various cash tax transaction modeling provisions

Interest deduction based on EBITDA		EBIT					
R&D expensing		Five-year amortization					
Some tax extenders							
100% expensing		Phased down in 20% increments					
GILTI deduction at 50%							37.5%
FDII deduction at 37.5%							21.875%
BEAT rate: 10%/11% for banks/dealers							12.5%/13.5%
TCJA individual rate cuts and other provisions							
20% pass-through deduction							
Tax extenders: CFC look-through rule and Work Opportunity Tax Credit (WOTC)							
Expansion of the scope of IRC Section 162(m) deduction limits							
TCJA disallowance of excess business loss							

effect
 Not in effect

