



Tax Policy

EXECUTIVE SUMMARY

The National Demolition Association (NDA) supports a simplified tax code that does not place an unnecessary burden on small businesses and enables the demolition industry to create quality jobs across America. Providing businesses with certainty and a predictable planning outlook as it pertains to tax incentives is one of the most effective methods for strengthening American economic competitiveness and creating jobs. Most demolition contractors conduct business in such a way that their income is taxed at the individual level, commonly referred to as pass-through entities. These small and medium-sized employers would be significantly affected by higher marginal tax rates and the expiration of key incentives from the 2017 Tax Cuts and Jobs Act that increase taxes on small businesses.

POLICY RECOMMENDATIONS

- Oppose increases to personal income tax rates that are also tax hikes on the many small businesses structured as pass-through entities (S-Corporations, partnerships, and sole proprietorships).
- Extend the section 199A qualified business income deduction from the 2017 Tax Cuts and Jobs Act.
- Support tax policy that continues to provide for bonus depreciation which incentivizes capital investments, as well as new and used equipment purchases.
- Support expanded Section 179 expensing which allows businesses to deduct the full cost of qualified property or equipment purchases in the year they are purchased.
- Support federal tax policy that lowers corporate income tax rates and makes U.S. businesses more globally competitive.
- Oppose increases to the capital gains tax rate to help small businesses create jobs, contribute to economic growth, and invest in their future.
- Support the 2017 Tax Cuts and Jobs Act provision that provides for an expanded gift and estate tax exemption.

REQUEST

NDA urges Members of Congress and Trump administration to renew key small business provisions from the 2017 Tax Cuts and Jobs Act to help strengthen the U.S. economy and create jobs for hard-working Americans.

For questions, contact NDA Director of Government Affairs Alex McIntyre at amcintyre@demolitionassociation.com.