

## Congressional Tax Writers Announce Framework to Bolster Business Incentives

Leaders of the two congressional tax committees recently announced a bipartisan framework to bolster a series of business tax incentives and expand the Child Tax Credit. The framework, negotiated by Senate Finance Committee Chairman Ron Wyden (D-OR) and House Ways and Means Committee Chairman Jason Smith (R-MO), seeks to promote financial security of working families, boost growth and American competitiveness, and strengthen small businesses. A summary of the framework can be found below:

- **Research & Development (R&D) expensing:** businesses of all sizes can immediately deduct the cost of their U.S.-based R&D investments instead of over five years – encouraging American innovation and improving our competitive position versus China and the rest of the world.
- **Interest deductibility:** continued flexibility for businesses forced to borrow at higher interest rates to meet their payroll obligations and expand their operations.
- **100 percent expensing:** restore full and immediate expensing for investments in machines, equipment, and vehicles.
- **Expand small business expensing cap:** increase the amount of investment that a small business can immediately write off to \$1.29 million, an increase above the \$1 million cap enacted in 2017.
- **Cut red tape for small business:** adjust the reporting threshold for businesses that use subcontract labor from \$600 to \$1,000 and index for inflation – the first update to the threshold since the 1950s.
- **Increases supply of low-income housing:** enhances the Low-Income Housing Tax Credit with increased state allocations and a reduced tax-exempt bond financing requirement.
- **Expand access to child tax credit:** phased increase to the refundable portion of the child tax credit for 2023, 2024, and 2025.

NDA is currently reviewing the bipartisan tax framework and will be engaging Congress on behalf of the demolition industry.

## DOT Announces Nearly \$5 Billion in New Infrastructure Projects

Yesterday, the Department of Transportation (DOT) announced more than \$4.9 billion in funding for 37 infrastructure projects through two major discretionary grant programs, the National Infrastructure Project Assistance (Mega) grant program and the Infrastructure for Rebuilding America (INFRA) grant program. Both programs are funded through the Bipartisan Infrastructure Law. The funding will facilitate road and bridge repair and replacement projects across the country. More information can be [found here](#).