

# The tax bill revokes the individual mandate starting in 2019

If the Conference Committee tax bill is passed as is

## Medical expense deduction



- All individuals can deduct medical expenses that are greater than 7.5% of adjusted gross income (AGI)
- Will increase to 10% of AGI after two years
- With doubling of standard deduction, fewer are expected to use this deduction



## Orphan drug tax credit

- Decreases from 50% to 25% the tax credit pharmaceutical companies receive for qualified clinical trial costs

## Individual mandate



- Removes fee of \$695 per adult or 2.5% of household income (whichever is higher, maximum of \$2,085)
- Mandate would still apply for both 2017 and 2018



## Graduate tuition waivers

- No longer includes provision that would tax as income tuition waivers received by graduate students
- Many research hospitals that employ graduate students were worried about this provision