



Keynote Address: The Independent Sector's Allison Grayson



Federal Policy Shaping Nonprofits

July 2017



Agenda

I. What is Happening in D.C.?

III. Major Issues

- a. Budget/Appropriations
- b. Tax Reform
- c. Johnson Amendment

IV. Next Steps

V. Questions



What's Happening in D.C.?



Budget/Appropriations

- Cuts to programs that support communities
- Elimination of programs critical to nonprofits
- Restructure mandatory programs



Budget/Appropriations

Each religious congregation must raise an extra \$714,000 annually for 10 years to make up for Trump's proposed FY 2018 budget cuts.

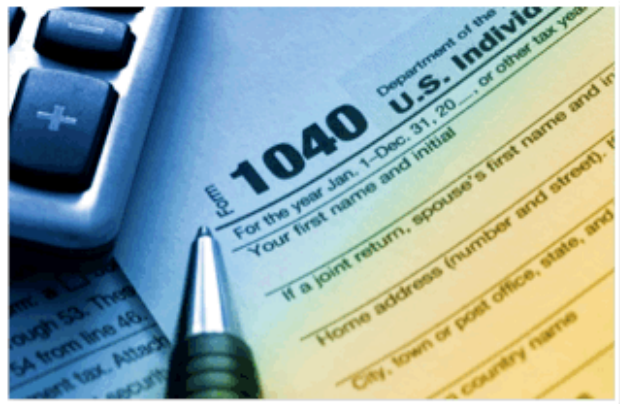


Tax Reform

- Charitable Deduction
- Other Issues
 - Estate Tax
 - Unrelated Business Income
 - Executive Compensation

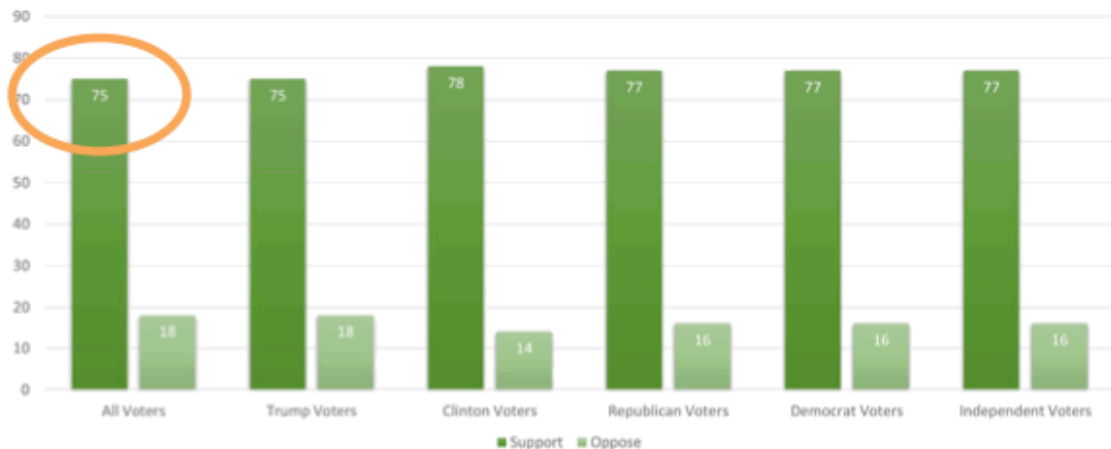


Tax Reform: Charitable Deduction



- Increase standard deduction to cover 95% of taxpayers
- Decrease top tax rates
- Establish a floor or a cap

Voters Support Expanding the Charitable Deduction Across All Party Identifications



Data based on March 2017 poll of 800 registered voters.
Learn more at IndependentSector.org

Tax Reform: IU Research

1. What is the effect on charitable giving if the charitable tax deduction is expanded to non-itemizers, in addition to itemizers?
2. How do the proposed tax policy changes affect taxpayers' charitable giving across income levels and by charitable subsector (religious versus non-religious)?
3. What are the effects of these policy changes on tax revenue collected by the Treasury?



Tax Policy and Charitable Giving



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-\$13.1B 

CURRENT PROPOSALS HURT GIVING

Current tax reform proposals would decrease charitable giving by \$13.1 billion, including a 4.7% reduction in religious giving.



\$4.8B

EXPANDING THE CHARITABLE DEDUCTION WOULD HELP

Expanding the charitable deduction to 100% of American taxpayers would result in \$4.8 billion increase in giving.

Learn more at independentsector.org/deduction

Tax Reform: Other Issues

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