



TaxNewsFlash

United States

No. 2017-059
January 24, 2017

Tax reform and potential implications for insurance industry (tables comparing proposals)

Tax reform has been identified by both President Trump and congressional leadership as an important priority.

Under the U.S. Constitution, revenue measures must originate in the House. It seems likely that the House would start the tax reform process by moving a bill that is based on the "blueprint" for tax reform that House Republicans released in June 2016, modified to include additional detail and to incorporate input from the Trump Administration. During the course of the presidential campaign, President Trump modified elements of his tax proposals to correspond more closely with the blueprint, although differences remain, most importantly with respect to the blueprint's proposed border adjustment. Both President Trump's plan and the House blueprint include high level proposals, but do not provide detailed tax provisions.

In February 2014, then-House Ways and Means Committee Chairman David Camp (R-MI) released a fully developed proposal for tax reform. The "Camp proposal" contains detailed provisions modifying the taxation of insurance companies. Although there are significant differences between the Camp proposal and the proposals from President Trump and the House Republicans, the Camp proposal includes provisions that could be incorporated into any draft tax reform legislation.

Read a [January 2017 report](#) [PDF 1.4 MB] prepared by KPMG LLP and that provides in table format comparisons of tax reform proposals from the Trump campaign proposals, the House Republican blueprint, and the Camp proposal that may affect the insurance sector.

The information contained in TaxNewsFlash is not intended to be "written advice concerning one or more Federal tax matters" subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader's knowledge on the matters addressed therein, and is not intended to be applied to any specific reader's particular set of facts. Although we endeavor to provide accurate and timely

information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. Applicability of the information to specific situations should be determined through consultation with your tax adviser.

KPMG International is a Swiss cooperative that serves as a coordinating entity for a network of independent member firms. KPMG International provides no audit or other client services. Such services are provided solely by member firms in their respective geographic areas. KPMG International and its member firms are legally distinct and separate entities. They are not and nothing contained herein shall be construed to place these entities in the relationship of parents, subsidiaries, agents, partners, or joint venturers. No member firm has any authority (actual, apparent, implied or otherwise) to obligate or bind KPMG International or any member firm in any manner whatsoever.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at + 1 202.533.4366, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash-United States, reply to [Washington National Tax](#).

[Privacy](#) | [Legal](#)