

The 20% Small Business Tax Deduction and Its Big Impact on Connecticut



Nine out of 10 small businesses face a massive tax hike if the 20% Small Business Deduction is allowed to expire this year.



Making the deduction permanent will benefit Connecticut:¹

\$887 Million

Increase in Connecticut's state GDP
each year for the first 10 years

14,000

Jobs created in Connecticut
each year for the first 10 years

\$1.83 Billion

Increase in Connecticut's state GDP
each year after 2035

26,000

Jobs created in Connecticut
each year after 2035

And the U.S. economy:¹

\$75 Billion

Increase in U.S. GDP
each year for the first 10 years

1.2 Million

Jobs created in the U.S.
each year for the first 10 years

\$150 Billion

Increase in U.S. GDP
each year after 2035

2.4 Million

Jobs created in the U.S.
each year after 2035

SmallBusinessDeduction.com

LEARN MORE

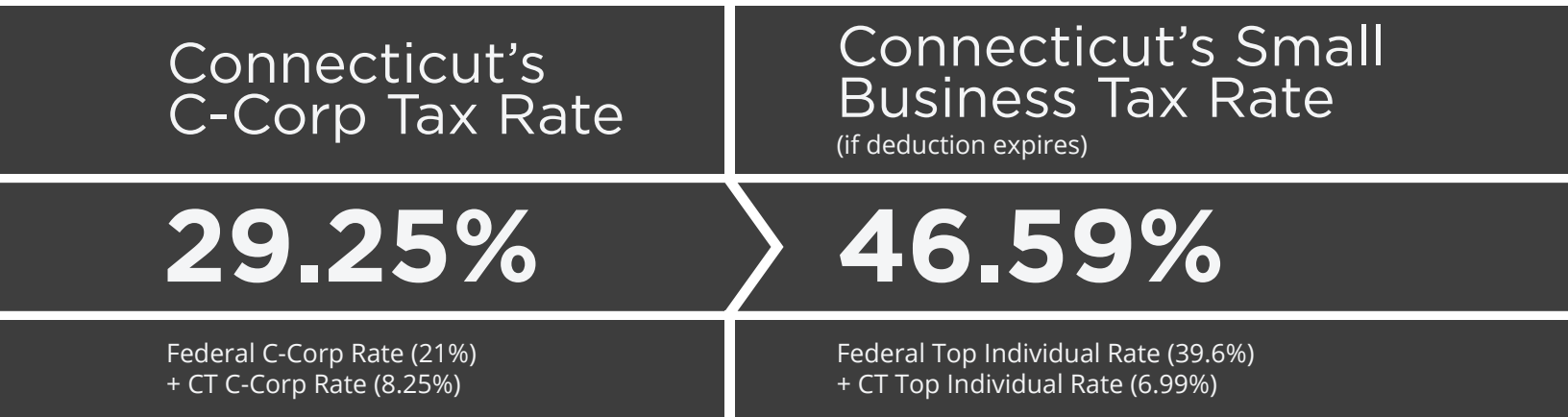


¹ Brandon Pizzola, EY, Macroeconomic Impacts of Permanently Extending the Section 199A Deduction on Small Businesses, September 2024, NFIB.com/EYReport2024

Leveling the Playing Field with Tax Rates in Connecticut

The Small Business Tax Deduction allows small businesses to deduct up to 20% of their business income, providing relief for Connecticut's small business owners.

Without action from Congress, this deduction expires this year while the tax deduction for larger corporations remains.



Small Business Economic Impact: Connecticut²

Small businesses are the foundation of Connecticut's economy, powering job creation and strengthening its communities.



² U.S. Small Business Administration Office of Advocacy, 2024 Small Business Profiles for the States, November 2024, <https://advocacy.sba.gov/2024/11/19/2024-small-business-profiles-for-the-states-territories-and-nation/>