

TAX REFORM AND HIGHER EDUCATION

What Students, Families, and Institutions Need to Know

Camp Tax Reform Act of 2014 – Charitable Giving and Endowments Provisions

Provision	Details	JCT Revenue Estimate (over 10 years)	Other Relevant Legislation & Proposals
Charitable Giving			
2% Minimum or "floor" for contributions to claim deduction	Imposes a 2% minimum or "floor" on charitable contributions in which only a deduction could be claimed for the amount contributions made that exceed 2% of an individual's adjusted gross income (AGI).	\$858.4 billion (estimate includes changes to all types of itemized deductions)	28% cap proposal in President Obama's FY15 budget plan
Increase in the standard deduction	Increases standard deduction for individuals from \$6,100 to \$11,000 (\$12,200 to \$22,000 for households). Only 5 percent of taxpayers would itemize versus roughly 30 percent under current Code.	-\$666.2 billion	
Timing of tax deductible contributions	Enables taxpayers to deduct contributions made after the close of the tax year, but before April 15.	\$858.4 billion (estimate includes changes to all types of itemized deductions)	
AGI limitations on cash contributions and capital gain property.	AGI limitations on cash contributions and capital gain property would be simplified.	\$858.4 billion (estimate includes changes to all types of itemized deductions)	
Charitable IRA Rollover	Repeals the provision.	\$1.779 billion over ten years (2014-2024)	Made permanent by the PATH Act enacted on December 18, 2015.
Charitable deduction for the right to purchase tickets for athletic events (Sec. 170 (1)).	Repeals special rule that provides a charitable deduction of 80 percent of the amount paid for the right to purchase tickets for athletic events.	\$858.4 billion (estimate includes changes to all types of itemized deductions)	
Endowment earnings excise tax [PRIVATE INSTITUTIONS ONLY]	Private colleges and universities with assets (other than those used directly in carrying out the institution's educational purposes) valued at the close of the preceding tax year of at least \$100,000 per full-time student, would be subject to a 1-percent excise tax on net investment income.	\$1.7 billion	