

FACT SHEET

WORKING FAMILIES TAX CUTS

USHERING IN A NEW GOLDEN AGE

Empowering School Choice, Parental Rights, and Affordable Education

President Trump's Working Families Tax Cuts includes significant education reforms that supports school choice and parental rights, expands affordable education and career options, and holds higher education accountable.

Supports School Choice and Parental Rights

- **Creates** the first-ever federal tax credit for contributions to provide scholarships to children to attend a K-12 school of their choice or to access other education-related necessities
- **Expands** 529 Education Savings Accounts to better serve **the nearly 55 million K-12 students** and over **2.5 million students** receiving technical or vocational education by:
 - **Doubling** the allowed annual distribution amount for K-12 expenses to **\$20,000**
 - **Expanding** qualified K-12 expenses to include **materials, books, testing fees, online programs, tutoring, and educational therapies**
 - **Expanding** qualified distributions for **post-secondary career paths** to include trade schools, technical certifications, and other workforce development credentialing

More Affordable Education and Career Options

- **Expands** Pell Grants for students to pay for short-term vocational and technical training programs that align with in-demand, high-skill, high-wage jobs
- **Simplifies** student loans and **adds guardrails** so students can't take on excessive debt they can never repay
- **Permanently extends** tax relief for workers receiving student loan repayment assistance from their employer

Holds Higher Education Accountable

- **Increases** the University Endowment Tax, ensuring that wealthy, private higher education institutions focus on educating students, not financial returns
- **Requires** higher education institutions to **certify** that degree programs lead to earnings above what students would have made otherwise or risk losing loan eligibility

