

1 **RESOLUTION #22-04**

2 **ENTITLED:** Qualified Business Income (QBI) Improvements for Independent Family Physicians

3 **SUBMITTED BY:** David Schultz, MD, FAAFP

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5 WHEREAS, Independent family medicine offices currently pay a significant self employment tax. This  
6 is because we do not produce a product or make “widgets”. It was originally formed to keep health  
7 systems from providing less expensive primary care than solo offices among other things. Most health  
8 systems are able to exempt due to non-for profit status.

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10 WHEREAS, under section 199A, independent family physicians are paying much more for qualified  
11 business income, and

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13 WHEREAS, the American Academy of Family Physicians (AAFP) has looked into this concern but  
14 lacks policy concerning this issue; therefore be it

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16 RESOLVED, that the American Academy of Family Physicians (AAFP) should lobby to allow  
17 noncorporate taxpayers (independent FP offices) to deduct the lesser-combined QBI taxable income  
18 over net capital gain and this should be fair, equitable, and simple with minimal compliance costs and  
19 effective government administration. Current tax code needs to remove the current difference in  
20 treatment of specified service trades or business SSTBs (primary independent medical practices are  
21 one example). This would allow us to qualify for the deduction. Current law denies the QBI deduction.