

HOW TAX REFORM IMPACTS YOUR CLIENTS



The newly signed tax reform law is one of the largest tax overhauls in decades. It's important to know that most taxpayers will not be impacted until it's time to file 2018 taxes in 2019. This infographic shows the "before" and "after" for some common tax situations. Visit the ProConnect™ Tax Reform Resource Center for up-to-date information.

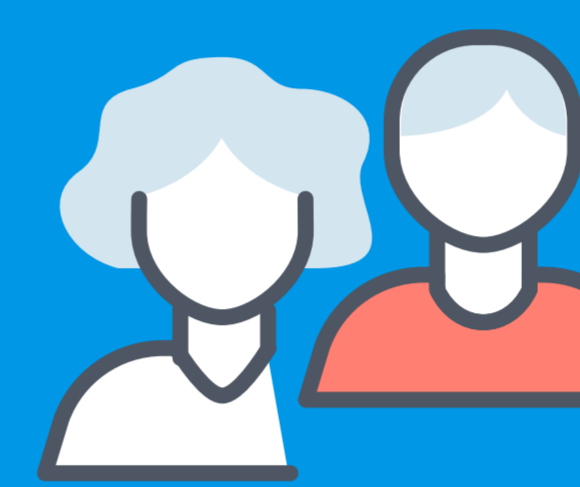


The Family of Four

Married filing jointly | Two children
California residents | Joint annual salary: **\$165k**
Mortgage interest | Property tax

\$1,566 TAX SAVINGS

	Before Tax Reform	After Tax Reform
Tax Bracket	25%	22%
State/Property Taxes	\$17,300	\$17,300
Property Taxes	\$350	\$0
Non-deductible SALT	\$0	\$7,300
Mortgage Interest	\$24,000	\$24,000
Exemptions	\$16,200	\$0
Child Tax Credit	\$0	\$4,000
Total Income Tax	\$18,265	\$16,699



The Married Homeowners

Married filing jointly | No children
California residents | Joint annual salary: **\$65k**
Mortgage interest | Property tax

\$469 TAX INCREASE

	Before Tax Reform	After Tax Reform
Tax Bracket	15%	12%
State & Local Income Tax	\$7,600	\$0
Mortgage Interest	\$15,950	\$0
Standard Deduction	\$0	\$24,000
Exemptions	\$8,100	\$0
Total Income Tax	\$4,070	\$4,539



The Millennial

Single | No children | Texas resident
Annual salary: **\$50k** | Investment income
Student loan interest

\$1,467 TAX SAVINGS

	Before Tax Reform	After Tax Reform
Tax Bracket	25%	22%
Standard Deduction	\$6,350	\$12,000
Exemptions	\$4,050	\$0
Income Tax	\$6,951	\$5,455



The Single Self-Employed

Single | No children | New York resident
Annual self-employed income: **\$120k**

\$8,741 TAX SAVINGS

	Before Tax Reform	After Tax Reform
Tax Bracket	28%	22%
Business Income Deduction	\$0	\$24,000
Standard Deduction	\$6,350	\$12,000
Exemptions	\$4,050	\$0
Total Income Tax	\$38,251	\$29,510