

# TOTAL – 2018 Tax Update



## Federal Tax Rates and Brackets †

Prior Law New Law	10% 10%	15% 12%	25% 22%	28% 24%	33% 32%	35% 35%	39.6% 37%
Single	\$9,525 \$9,525	\$38,700 \$38,700	\$93,700 \$82,500	\$195,450 \$157,500	\$424,950 \$200,000	\$426,700 \$500,000	\$426,701+ \$500,001+
Joint	\$19,050 \$19,050	\$77,400 \$77,400	\$156,150 \$165,000	\$237,950 \$315,000	\$424,950 \$400,000	\$480,050 \$600,000	\$480,051+ \$600,001+
H.O.H.	\$13,600 \$13,600	\$51,850 \$51,800	\$133,850 \$82,500	\$216,700 \$157,500	\$424,950 \$200,000	\$453,350 \$500,000	\$453,350+ \$500,001+

## Qualified Dividends & Long-Term Capital Gains †

Prior Law New Law	0% 0%	15% 15%	20% 20%
Single	\$38,700 \$38,700	\$426,700 \$425,800	\$426,701+ \$500,001+
Joint	\$77,400 \$77,200	\$480,050 479,000	\$480,051+ \$600,001+
H.O.H.	\$51,800 \$51,800	\$453,350 \$452,400	\$453,350+ \$452,401+

## Standard Deductions †

Prior Law New Law	Deduction Deduction
Single	\$6,500 \$12,000
Joint	\$13,000 \$24,000
H.O.H.	\$9,550 \$18,000

## Personal Exemptions †

Prior Law New Law	\$4,150 Suspended
	Child Tax Credit †
	Prior Law New Law
	\$1,000 \$2,000

## Itemized Deductions †

Deduction	Prior Law New Law	Deduction	Prior Law New Law
State and Local Taxes (SALT)	No Limit \$10,000 Limit	Medical Expenses	10% of AGI Floor 7.5% of AGI Floor*
Pease Provision	I.D. Subject to Phase-out Suspended	Charitable Donations Cash Contributions	50% of AGI Limit 60% of AGI Limit
Miscellaneous	2% AGI Floor Suspended	Mortgage Interest	\$1,000,000 Limit \$750,000 Limit

\*7.5% of AGI floor sunsets 12/31/2018, reverting to 10%

## Alimony Deduction †

Prior Law New Law	Payment Payment
Payer	Non-Deductible Deductible
Payee	Deductible Non-Deductible

## Alternative Minimum Tax †

Prior Law New Law	Exemption Exemption
Single & H.O.H.	\$55,400 \$70,300
Joint	\$86,200 \$109,400

## Estate Tax Exemption

Prior Law New Law	\$5,600,000 \$11,200,000
	Inflation Index
Prior Law New Law	CPI-U C-CPI-U

This is a summary of the 2018 tax changes for TOTAL, Money Tree's in-depth financial planning software. Visit [moneytree.com/blog](http://moneytree.com/blog) to learn more.

† Sunsets 12/31/2025