

What You Want to Know About The TAX REFORM ACT

Old Law	Tax Law Changes	New Law
seven brackets 10% 15% 25% 28% 33% 35% & 39.6%	Tax Prackets	seven brackets 10% 12% 22% 24% 32% 35% & 37%
Taxpayers who itemize can deduct state and local property real estate taxes and either state and local income or sales tax	State and Local Property Taxes	State and local sales, income and property tax are now capped at \$10,000.00
Mortgage interest is deductible on mortgages up to \$1 million and home equity up to 100,000	Mortgage interest Deduction	750,000 is new threshold on new mortgages taken on 12-14-17. Mortgages before that date are grandfathered under old law.
Single and married Filing seperate \$6,350 Married \$12,700 headhod household \$9,350	Standard Deduction	Single and married Filing seperate \$12,000 Married \$24,000 Head of household \$18,000
\$4,050 for taxpayer, spouse and for each dependent	Personal Exemption	Gone no deduction
in simple terms can take the loss that exceeds %10 of AGI minus \$ 100.00	Casualty Loss deduction	Only losses in federally declared disaster areas
65 and older may deduct % 7.5 in excess of AGI 65 and Under may deduct % 10.5 in excess of AGI	Medical Expenses	7.5 % for all ages for 2017 and 2018 after 2018 10% for all ages
Charitable contributions of money or property to qualified organizations up to 50% of AGI with 20% and 30% limitations in some cases	Charitable Donations	The limitation for money as a donation has been raised to 60% of AGI
Deduction is allowed for start of new job of same job in new location that is more than 50 miles away	Moving Expense	for 2018-2025 eliminated except for the military members
Taxable to the spouse receiving Deductable to the Spouse paying	Alimony	no change for 2018 Alimony eliminated in 2019
Business expense that exceed 2 % of AGI	Miscellaneous deductions	Gone no deduction
\$1,000.00 for each child under 17	Child Tax Credit	\$2,000 for each child. Refundable portion limited to \$1,300.00 certain \$500.00 credit allowed or other dependents