



2018 Tax Change Summary Guide

SINGLE TAXPAYERS

2018 Tax Rates – Standard Deduction \$12,000		2017 Tax Rates – Standard Deduction \$6,350	
10%	0 to \$9,525	10%	0 to \$9,325
12%	\$9,525 to \$38,700	15%	\$9,325 to \$37,950
22%	\$38,700 to \$82,500	25%	\$37,950 to \$91,900
24%	\$82,500 to \$157,500	28%	\$91,900 to \$191,650
32%	\$157,500 to \$200,000	33%	\$191,650 to \$416,700
35%	\$200,000 to \$500,000	35%	\$416,700 to \$418,400
37%	Over \$500,000	39.60%	Over \$418,400



MARRIED FILING JOINTLY & SURVIVING SPOUSES

2018 Tax Rates – Standard Deduction \$24,000		2017 Tax Rates – Standard Deduction \$12,700	
10%	0 to \$19,050	10%	0 to \$18,650
12%	\$19,050 to \$77,400	15%	\$18,650 to \$75,900
22%	\$77,400 to \$165,000	25%	\$75,900 to \$153,100
24%	\$165,000 to \$315,000	28%	\$153,100 to \$233,350
32%	\$315,000 to \$400,000	33%	\$233,350 to \$416,700
35%	\$400,000 to \$600,000	35%	\$416,700 to \$470,700
37%	Over \$600,000	39.60%	Over \$470,700



MARRIED FILING SEPARATELY

2018 Tax Rates – Standard Deduction \$12,000		2017 Tax Rates – Standard Deduction \$6,350	
10%	0 to \$9,525	10%	0 to \$9,325
12%	\$9,525 to \$38,700	15%	\$9,325 to \$37,950
22%	\$38,700 to \$82,500	25%	\$37,950 to \$76,550
24%	\$82,500 to \$157,500	28%	\$76,550 to \$116,675
32%	\$157,500 to \$200,000	33%	\$116,675 to \$208,350
35%	\$200,000 to \$500,000	35%	\$208,350 to \$235,350
37%	Over \$500,000	39.60%	Over \$235,350



HEAD OF HOUSEHOLD

2018 Tax Rates – Standard Deduction \$18,000		2017 Tax Rates – Standard Deduction \$9,350	
10%	0 to \$13,600	10%	0 to \$13,350
12%	\$13,600 to \$51,800	15%	\$13,350 to \$50,800
22%	\$51,800 to \$82,500	25%	\$50,800 to \$131,200
24%	\$82,500 to \$157,500	28%	\$131,200 to \$212,500
32%	\$157,500 to \$200,000	33%	\$212,500 to \$416,700
35%	\$200,000 to \$500,000	35%	\$416,700 to \$444,500
37%	Over \$500,000	39.60%	Over \$444,500



ESTATES & TRUSTS

2018 Tax Rates		2017 Tax Rates	
10%	0 to \$2,550	15%	0 to \$2,550
24%	\$2,550 to \$9,150	25%	\$2,550 to \$6,000
35%	\$9,150 to \$12,500	28%	\$6,000 to \$9,150
37%	Over \$12,500	33%	\$9,150 to \$12,500
N/A	N/A	39.60%	Over \$12,500



FICA (SOCIAL SECURITY & MEDICARE)

FICA Tax	2018	2017
Social Security Tax Rate: Employers	6.2%	6.2%
Social Security Tax Rate: Employees	6.2%	6.2%
Social Security Tax Rate: Self-Employed	15.3%	15.3%
Maximum Taxable Earnings	\$128,400	\$127,200
Medicare Base Salary	Unlimited	Unlimited
Medicare Tax Rate	1.5%	1.5%
Additional Medicare Tax for income above \$200,000 (single filers) or \$250,000 (joint filers)	0.9%	0.9%
Medicare tax on net investment income (\$200,000 single filers, \$250,000 joint filers)	3.8%	3.8%



EDUCATION CREDITS & DEDUCTIONS

Credit / Deduction	2018	2017
American Opportunity Credit (Hope)	2500	2500
Lifetime Learning Credit	2000	2000
Student Loan Interest Deduction	2500	2500
Coverdell Education Savings Contribution	2000	2000



MISCELLANEOUS PROVISIONS

2018		2017	
N/A – No longer exists	N/A	Personal Exemption	\$4,050
Business expensing limit: Cap on equipment purchases	\$2,500,000	Business expensing limit: Cap on equipment purchases	\$2,030,000
Business expensing limit: New and Used Equipment and Software	\$1,000,000	Business expensing limit: New and Used Equipment and Software	\$510,000
Prior-year safe harbor for estimated taxes of higher-income	110% of your 2018 tax liability	Prior-year safe harbor for estimated taxes of higher-income	110% of your 2017 tax liability
Standard mileage rate for business driving	54.5 cents	Standard mileage rate for business driving	53.5 cents
Standard mileage rate for medical/moving driving	18 cents	Standard mileage rate for medical/moving driving	17 cents
Standard mileage rate for charitable driving	14 cents	Standard mileage rate for charitable driving	14 cents
Child Tax Credit	\$2,000	Child Tax Credit	\$1,000
Unearned income maximum for children under 19 before kiddie tax applies	\$1,050	Unearned income maximum for children under 19 before kiddie tax applies	\$1,050



MISCELLANEOUS PROVISIONS

Maximum capital gains tax rate for taxpayers with income up to \$51,700 for single filers, \$77,200 for married filing jointly	0%	Maximum capital gains tax rate for taxpayers in the 10% or 15% bracket	0%
Maximum capital gains tax rate for taxpayers with income above \$51,700 for single filers, \$77,200 for married filing jointly	15%	Maximum capital gains tax rate for taxpayers above the 15% bracket but below the 39.6% bracket	15%
Maximum capital gains tax rate for taxpayers with income above \$425,800 for single filers, \$479,000 for married filing jointly	20%	Maximum capital gains tax rate for taxpayers in the 39.6% bracket	20%
Capital gains tax rate for unrecaptured Sec. 1250 gains	25%	Capital gains tax rate for unrecaptured Sec. 1250 gains	25%
Capital gains tax rate on collectibles	28%	Capital gains tax rate on collectibles	28%
Maximum contribution for Traditional/Roth IRA	\$5,500 if under age 50 \$6,500 if 50 or older	Maximum contribution for Traditional/Roth IRA	\$5,500 if under age 50 \$6,500 if 50 or older
Maximum employee contribution to SIMPLE IRA	\$12,500 if under age 50	Maximum employee contribution to SIMPLE IRA	\$12,500 if under age 50



MISCELLANEOUS PROVISIONS

	\$15,500 if 50 or older		\$15,500 if 50 or older
Maximum Contribution to SEP IRA	25% of eligible compensation up to \$55,000	Maximum Contribution to SEP IRA	25% of eligible compensation up to \$54,000
401(k) maximum employee contribution limit	\$18,500 if under age 50 \$24,500 if 50 or older	401(k) maximum employee contribution limit	\$18,000 if under age 50 \$24,000 if 50 or older
Estate tax exemption	\$11,200,000	Estate tax exemption	\$5,490,000
Annual Exclusion for Gifts	\$15,000	Annual Exclusion for Gifts	\$14,000