

Diane Offutt, EA, MAcc
Managing Partner
Master of Accounting (MAcc)
Enrolled Agent (EA)
QuickBooks Certified ProAdvisor

2624 Gladstone Terrace
Woodstock, Georgia 30189
Cherokee County

Phone: 770-516-5987
Fax: 770-516-5445
Cell: 770-846-7799

DianeOffutt@accountingconnections.ORG
www.AccountingConnections.ORG

Accounting Connections, LLC

For all your accounting & tax needs

2018 New Income Tax Rates & Brackets.

To determine regular tax liability, an individual uses the appropriate tax rate schedule (or IRS-issued income tax tables for taxable income of less than \$100,000). The Code provides four tax rate schedules for individuals based on filing status-i.e., single, married filing jointly/surviving spouse, married filing separately, and head of household-each of which is divided into income ranges which are taxed at progressively higher marginal tax rates as income increases. Under pre-Act law, individuals were subject to six tax rates: 10%, 15%, 25%, 28%, 33%, 35%, and 39.6%.

Per the 2017 Tax Act, for tax years beginning after Dec. 31, 2017 and before Jan. 1, 2026, seven tax rates apply for individuals: 10%, 12%, 22%, 24%, 32%, 35%, and 37%. The Act also provides four tax rates for estates and trusts: 10%, 24%, 35%, and 37%. The specific application of these rates, and the income brackets at which they apply, is shown below.

FOR MARRIED INDIVIDUALS FILING JOINT RETURNS & SURVIVING SPOUSES:

If taxable income is:	The tax is:
----- Not over \$19,050	----- 10% of taxable income
Over \$19,050 but not over \$77,400	\$1,905 plus 12% of the excess over \$19,050
Over \$77,400 but not over \$165,000	\$8,907 plus 22% of the excess over \$77,400
Over \$165,000 but not over \$315,000	\$28,179 plus 24% of the excess over \$165,000
Over \$315,000 but not over \$400,000	\$64,179 plus 32% of the excess over \$315,000
Over \$400,000 but not over \$600,000	\$91,379 plus 35% of the excess over \$400,000
Over \$600,000	\$161,379 plus 37% of the excess over \$600,000

FOR SINGLE INDIVIDUALS (OTHER THAN HEADS OF HOUSEHOLDS & **SURVIVING SPOUSES**) :

If taxable income is: -----	The tax is: -----
Not over \$9,525	10% of taxable income
Over \$9,525 but not over \$38,700	\$952.50 plus 12% of the excess over \$9,525
Over \$38,700 but not over \$82,500	\$4,453.50 plus 22% of the excess over \$38,700
Over \$82,500 but not over \$157,500	\$14,089.50 plus 24% of the excess over \$82,500
Over \$157,500 but not over \$200,000	\$32,089.50 plus 32% of the excess over \$157,000
Over \$200,000 but not over \$500,000	\$45,689.50 plus 35% of the excess over \$200,000
Over \$500,000	\$150,689.50 plus 37% of the excess over \$500,000

FOR HEADS OF HOUSEHOLDS:

If taxable income is: -----	The tax is: -----
Not over \$13,600	10% of taxable income
Over \$13,600 but not over \$51,800	\$1,360 plus 12% of the excess over \$13,600
Over \$51,800 but not over \$82,500	\$5,944 plus 22% of the excess over \$51,800
Over \$82,500 but not over \$157,500	\$12,698 plus 24% of the excess over \$82,500
Over \$157,500 but not over \$200,000	\$30,698 plus 32% of the excess over \$157,500
Over \$200,000 but not over \$500,000	\$44,298 plus 35% of the excess over \$200,000
Over \$500,000	\$149,298 plus 37% of the excess over \$500,000

FOR MARRIEDS FILING SEPARATELY:

If taxable income is:	The tax is:
-----	-----
Not over \$9,525	10% of taxable income
Over \$9,525 but not over \$38,700	\$952.50 plus 12% of the excess over \$9,525
Over \$38,700 but not over \$82,500	\$4,453.50 plus 22% of the excess over \$38,700
Over \$82,500 but not over \$157,500	\$14,089.50 plus 24% of the excess over \$82,500
Over \$157,500 but not over \$200,000	\$32,089.50 plus 32% of the excess over \$157,500
Over \$200,000 but not over \$300,000	\$45,689.50 plus 35% of the excess over \$200,000
Over \$300,000	\$80,689.50 plus 37% of the excess over \$300,000

FOR ESTATES AND TRUSTS:

If taxable income is:	The tax is:
-----	-----
Not over \$2,550	10% of taxable income
Over \$2,550 but not over \$9,150	\$255 plus 24% of the excess over \$2,550
Over \$9,150 but not over \$12,500	\$1,839 plus 35% of the excess over \$9,150
Over \$12,500	\$3,011.50 plus 37% of the excess over \$12,500

Diane Offutt, *Enrolled Agent, MAcc, Graduate of the National Tax Practice Institute (NTPI)*
Managing Partner at Accounting Connections, LLC

Enrolled Agents are federally licensed individuals who have demonstrated special competence in tax matters and professional ethics. Enrolled Agents, along with attorneys and certified public accountants represent clients and present their cases at all levels of the Internal Revenue Service.