



CRNA | **TAX** Expert



New 2018 Tax Code

What does that mean?

Winners and Losers

500 NEW
Pages to the Tax Code

Main 2018 Changes

1. 20% QBI Deduction for Pass-through Entities
2. 3% Tax Bracket Reductions
3. Doubling Standard Deduction (Short Form)
4. No 'Employee Out-of-Pocket' Business Deductions
5. No Entertainment Expenses, Nobody!
6. No Personal Exemptions
7. HELOC (Home Equity Line Of Credit) Gone!

20% QBI Deduction

Pass-through
Entity

What is a Pass-through?

Pass-through

1. LLC's
2. Sole Proprietor
3. SCorps
4. Partnerships
5. Rental Properties

20%

Income after Expenses x 20%

Deduction from Taxable income

What does that mean?

\$125k Income

\$25k
Expenses

Pass-through

Subtract
from
Income

\$ 100k NET Income
x 20%

\$20,000

\$20,000 QBI Deduction

24% Tax Bracket

**\$4,800 Tax Savings Federal
PLUS
State Tax Savings**

Phase-out *(unfavored Group)*

Unfavored

1. Attorneys
2. Accountants
3. CRNAs
4. Any Professional Services
5. Doctors, Dentists, Financial Advisors, Insurance Agents, Real Estate Brokers, etc.

No Phase-out if:

Taxable Income below:

\$157,500 Single

\$315,000 Married

Completely phased out:

\$207,500 Single

\$415,000 Married

(No Deduction ... Period!)

This deduction is
Automatic
... nothing you have to do.

3% Tax Bracket Reduction

Progressive

2017 LAW: TAXABLE INCOME	2017 LAW: TAX RATE	2018 LAW: TAXABLE INCOME	2018 LAW: TAX RATE
Under \$9,325 Individual Under \$18,650 Married	10%	Under \$9,525 Individual Under \$19,500 Married	10%
\$9,325 --- \$37,950 Individual \$18,650 --- \$75,900 Married	15%	\$9,526 --- \$38,700 Individual \$19,500 --- \$77,400 Married	12%
\$37,950 --- \$91,900 Individual \$75,900 --- \$153,100 Married	25%	\$38,701 --- \$82,500 Individual \$77,401 --- \$165,000 Married	22%
\$91,900 --- \$191,650 Individual \$153,100 --- \$233,350 Married	28%	\$82,500 --- \$157,500 Individual \$165,001 --- \$315,000 Married	24%
\$191,650 --- \$416,700 Individual \$233,350 --- \$416,700 Married	33%	\$157,500 --- \$200,000 Individual \$315,001 --- \$400,000 Married	32%
\$416,700 --- \$418,400 Individual \$416,700 --- \$470,700 Married	35%	\$200,001 --- \$500,000 Individual \$400,001 --- \$600,000 Married	35%
Over \$418,400 Individual Over \$470,700 Married	39.6%	Over \$500,000 Individual Over \$600,001 Married	37%

2x Standard Deduction

(Short Form)

**33% itemize now
ONLY
10% will itemize**

Out-of-Pocket Employee Expense

IRS form 2106 Removed for the tax returns

Entertainment Expense Gone

**Entertainment Expense
connected to a
business meeting ... is
no longer.**

Personal Exemption Gone

**\$4,000 write-off for
each person on your
tax return ...is no
longer.**

\$100,000 HELOC

Gone

(\$750,000 Mortgage limits)

**First and second home
limited to \$750,000
total mortgage.
*(Down from \$1,000,000)***

In Summary

- Lower Tax Brackets (3% across the board)
- New Sec 199A - 20% deduction
- Loss of Personal Exemptions
- 2x Standard Deduction (Short Form)
- 2106 - No 'Employee' Business Deductions



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