

Dear Client:

The President has signed the biggest tax reform law in over 30 years. When you file your 2018 tax returns — about a year from now — your tax return will look very different. And because most changes don't happen until then, we have some time to learn about the changes and plan for next year. Here are a few of the biggest changes that may affect you.

**Tax rate changes:** Both individual and corporate rates have changed. The maximum individual rate is reduced to 37% and the corporate rate is now a flat 21%. The rate change could benefit you — or in some cases cause your tax liability to go up.

**Standard deduction increases:** However, there are no more personal exemption deductions allowed. So this may help you — or hurt you.

**Increased Child Tax Credit and new Dependent Credit:** The credit is increased for each child to \$2,000 (up to \$1,400 of which is refundable for each child) and each non-child dependent can now