



How Tax Reform Will Affect Gen X



Single

Taxpayer: 45, Sales Specialist
 Income:
 - Wages \$79,338
 - Interest: \$335

	2017	2018
Adjusted Gross Income (AGI)	\$79,673	\$79,673
Total Deduction + Exemptions	\$10,400	\$12,000
Taxable Income	\$69,273	\$67,673
Tax Bracket	25%	22%
Tax	\$13,058	\$10,828

Net Benefit: \$2,230*



Single - Head of Household with Children

Taxpayer: 49, Data Entry Clerk
 Children: 2
 - Eligible for Child Tax Credit
 - Eligible for Earned Income Credit
 Income:
 - Wages \$30,341

	2017	2018
Adjusted Gross Income (AGI)	\$30,341	\$30,341
Total Deduction + Exemptions	\$21,500	\$18,000
Taxable Income	\$8,841	\$12,341
Tax Bracket	10%	10%
Tax	\$883	\$1,233
Child Tax Credit	\$2,000	\$4,000

Net Benefit: \$1,650*



Married - Single Income with Children

Taxpayer: 44, Truck Driver
 Spouse: 42, Homemaker
 Children: 2
 - Eligible for Earned Income Credit
 - Eligible for Child Tax Credit
 Income:
 - Wages: \$28,326

	2017	2018
Adjusted Gross Income (AGI)	\$28,326	\$28,326
Total Deduction + Exemptions	\$28,900	\$24,000
Taxable Income	\$0	\$4,326
Tax Bracket	N/A	10%
Tax	\$0	\$433
Child Tax Credit	\$2,000	\$3,233

Net Benefit: \$800*



Married - Dual Income

Taxpayer: 47, Paralegal
 Spouse: 45, Sales Associate
 Children: 2
 - Eligible for Child Tax Credit
 Income:
 - Wages \$55,686

	2017	2018
Adjusted Gross Income (AGI)	\$55,686	\$55,686
Total Deduction + Exemptions	\$28,900	\$24,000
Taxable Income	\$26,786	\$31,686
Tax Bracket	15%	12%
Tax	\$3,084	\$3,420
Child Tax Credit	\$2,000	\$4,000

Net Benefit: \$1,664*

*The calculation shows what would have occurred in this tax scenario had the Tax Cuts & Jobs Act been in place for tax year 2017.