IT HAPPENED!
TAX REFORM IS HERE!

The legislation that raced through Congress was signed by President Trump.

Below are items that have an impact on most individuals.

WHAT CAN YOU DO BEFORE YEAR END?

1) Pay all outstanding Real Estate Taxes for 2017.
2) Pre pay as much of 2018 Real Estate Taxes as your town will allow.
3) Pay all of your 2017 State and Local taxes in 2017.

WHAT IS NEW FOR 2018?

1) In 2018, Real Estate Taxes, Sales Tax, and State and Local taxes will be limited in the aggregate to $10,000 ($5,000 married filing separately).

2) Individuals are generally allowed an itemized deduction for interest on a principle residence and second residence mortgages up to a COMBINED $750,000…PRE 12/16/17 mortgages are grandfathered.

3) Interest on a HELOC is no longer deductible.

4) Most miscellaneous itemized deductions that were limited to 2% of AGI floor will no longer be allowed i.e. investment expenses, out of pocket business expenses, 2% portfolio expenses that flow from a K-1.

5) In 2018, the Estate, Gift, and GST tax exemptions double to $11.2 million per U.S. person.

We are reading the new bill and figuring out what we need to do to make sure we are serving our clients appropriately! As always, we are happy to discuss ANY issue that is a concern to you.

Happy Holiday

To All Of Our Valued Clients And Friends

This is an information letter, not tax advice.