



Employee Email Template

2018 Tax Updates – English

To: Employees of Paylocity Clients
From: Company Administrator of Paylocity Clients

Body: Atlantic Highlands Employees

Due to the recently passed Tax Cuts and Jobs Act, we have begun using the new tax rates issued by the IRS. This will change your withholding and net pay on your next paycheck.

Below is one example of the impact of these changes. This example is for an individual claiming Married Filing Jointly with one allowance and an annual salary of \$30,000. For simplicity, only the Federal Income Tax Withholding Calculation is shown without benefits and other taxes.

	2017	2018
Annual Wage	\$30,000.00	\$30,000.00
Annual Allowance	\$4,050.00	\$4,150.00
Wage Less Allowances	\$25,950.00	\$25,850.00
Tax Bracket Base	\$8,650.00	\$11,550.00
Base Withholding	\$0.00	\$0.00
Wages in Excess of Base	\$17,300.00	\$14,300.00
Additional Over Base (10% for 2017 and 2018)	\$1,730.00	\$1,430.00
Base Withholding Plus Excess	\$1,730.00	\$1,430.00
Weekly Withholding (Divided by 52)	\$33.27	\$27.50
Weekly Withholding Tax Savings		\$5.77