



## TAX CUTS AND JOBS ACT OF 2017

### EXAMPLES OF THE IMPACT ON NORTH DAKOTA TAXPAYERS

#### Single Individual – No Dependents

Federal adjusted gross income (AGI)	\$25,000	\$45,000	\$65,000	\$85,000
Federal tax liability under current law	\$1,676	\$4,676	\$9,241	\$14,241
Federal tax liability after tax reform	1,370	3,770	7,600	12,000
Federal tax increase (decrease)	(307)	(907)	(1,642)	(2,242)
ND state tax liability under current law	158	378	745	1,153
ND state tax liability after tax reform	143	363	717	1,125
ND state tax increase (decrease)	(15)	(15)	(28)	(28)
Net increase (decrease) in combined state and federal taxes	(322)	(922)	(1,669)	(2,269)

#### Married Couple – Joint Return - No Dependents

Federal adjusted gross income (AGI)	\$45,000	\$75,000	\$100,000	\$125,000
Federal tax liability under current law	\$2,603	\$7,103	\$10,983	17,233
Federal tax liability after tax reform	2,139	5,739	8,739	14,099
Federal tax increase (decrease)	(464)	(1,364)	(2,244)	(3,134)
ND state tax liability under current law	261	591	998	1,508
ND state tax liability after tax reform	231	561	943	1,453
ND state tax increase (decrease)	(30)	(30)	(55)	(55)
Net increase (decrease) in combined state and federal taxes	(494)	(1,393)	(2,299)	(3,189)

### Single Individual – 1 Dependent

Federal adjusted gross income (AGI)	\$25,000	\$45,000	\$65,000	\$85,000
Federal tax liability under current law	\$54	\$3,054	\$7,204	\$12,704
Federal tax liability after tax reform	0	1,770	5,600	10,000
Federal tax increase (decrease)	(54)	(1,284)	(1,604)	(2,704)
ND state tax liability under current law	112	332	660	1,068
ND state tax liability after tax reform	143	363	717	1,125
ND state tax increase (decrease)	31	31	57	57
Net increase (decrease) in combined state and federal taxes	(23)	(1,253)	(1,547)	(2,647)

### Married Couple – Joint Return - 1 Dependent

Federal adjusted gross income (AGI)	\$45,000	\$75,000	\$100,000	\$125,000
Federal tax liability under current law	\$980	\$5,480	\$9,230	15,945
Federal tax liability after tax reform	139	3,739	6,739	12,099
Federal tax increase (decrease)	(841)	(1,741)	(2,491)	(3,846)
ND state tax liability under current law	215	545	913	1,423
ND state tax liability after tax reform	231	561	943	1,453
ND state tax increase (decrease)	16	16	30	30
Net increase (decrease) in combined state and federal taxes	(825)	(1,725)	(2,461)	(3,816)

### Single Individual – 2 Dependents

Federal adjusted gross income (AGI)	\$45,000	\$65,000	\$85,000	\$100,000
Federal tax liability under current law	\$1,431	\$5,166	\$10,666	\$15,916
Federal tax liability after tax reform	0	3,600	8,000	11,300
Federal tax increase (decrease)	(1,431)	(1,567)	(2,667)	(4,617)
ND state tax liability under current law	287	576	984	1,290
ND state tax liability after tax reform	363	717	1,125	1,431
ND state tax increase (decrease)	76	142	142	142
Net increase (decrease) in combined state and federal taxes	(1,355)	(1,425)	(2,525)	(4,475)

### Married Couple – Joint Return - 2 Dependents

Federal adjusted gross income (AGI)	\$65,000	\$85,000	\$125,000	\$150,000
Federal tax liability under current law	\$2,358	\$5,358	13,908	21,408
Federal tax liability after tax reform	539	2,939	10,099	15,599
Federal tax increase (decrease)	(1,819)	(2,419)	(3,809)	(5,809)
ND state tax liability under current law	389	609	1,338	1,848
ND state tax liability after tax reform	451	671	1,453	1,963
ND state tax increase (decrease)	62	62	114	114
Net increase (decrease) in combined state and federal taxes	(1,757)	(2,357)	(3,694)	(5,694)

### Married Couple – Joint Return - 3 Dependents

Federal adjusted gross income (AGI)	\$65,000	\$85,000	\$125,000	\$150,000
Federal tax liability under current law	\$735	\$3,735	11,870	20,370
Federal tax liability after tax reform	0	939	8,099	13,599
Federal tax increase (decrease)	(735)	(2,796)	(3,771)	(6,771)
ND state tax liability under current law	344	564	1,254	1,764
ND state tax liability after tax reform	451	671	1,453	1,963
ND state tax increase (decrease)	107	107	199	199
Net increase (decrease) in combined state and federal taxes	(628)	(2,689)	(3,572)	(6,572)

### Married Couple – Joint Return - 4 Dependents

Federal adjusted gross income (AGI)	\$75,000	\$100,000	\$150,000	\$175,000
Federal tax liability under current law	\$613	\$4,363	19,333	25,583
Federal tax liability after tax reform	0	739	11,599	17,099
Federal tax increase (decrease)	(613)	(3,624)	(7,734)	(8,484)
ND state tax liability under current law	408	683	1,679	2,189
ND state tax liability after tax reform	561	943	1,963	2,473
ND state tax increase (decrease)	153	260	284	284
Net increase (decrease) in combined state and federal taxes	(480)	(3,364)	(7,450)	(8,200)

*Examples assume no change in filing status, no business pass-through income, and use of standard deduction.*