



January 12, 2004

Vol. 3, No. 1

We wish you a Happy New Year and thoughts turn to tax season already. The past 12 months seem to have passed too quickly.

TaxLogic provides a prompt, professional, personal, one-on-one tax preparation from the comfort of your home. We are competitively priced and offer a lot of additional information on our web site <http://www.taxlogic.com>

If you haven't used our service before, you'll find that we are quick, thorough and efficient. We are not an impersonal software package and even though the tax preparation process is online, and you can always have direct contact with your tax preparer.

## Calendar

- January 16th - First Electronic Filing deadline for Individual Returns
- January 30th - First Direct Deposit of Electronically Filed Returns

## New this year

We will be able to file more multiple state returns this year. Many of our clients need to file more than one return - either because they worked in a number of states, or they moved.

As you may know, the President recently signed a new tax law. Known as the Jobs and Growth Tax Relief Reconciliation Act of 2003 (JGTRRA), the Act provides significant tax cuts to individuals, families, investors and businesses, generally retroactive to the beginning of 2003.

There are also several unique tax-saving opportunities this year under the new JGTRRA Act, which may be especially important for investors and small business owners.

*Here is a quick rundown of the new law's key provisions.*

**FOR INDIVIDUALS:** The new law widens the bottom 10% tax bracket. Because of the graduated tax rate system, this helps most taxpayers from bottom to top - more of your income will be taxed at the low 10% rate. In addition, the new law reduces tax rates above the 15% bracket. Under the old rules, the tax brackets for middle- and upper-income taxpayers were 27%, 30%, 35% and 38.6%; the new rates are 25%, 28%, 33% and 35% respectively.

Next issue, we'll discuss how the new Act affects families and in the coming weeks we will discuss other aspects of the new tax laws. If we don't hit upon a topic you are interested in, please visit our website at <http://www.taxlogic.com> or email us at [info@taxlogic.com](mailto:info@taxlogic.com).