

# Tips & Overtime Tax Deduction - What You Need To Know

With all the buzz around the new tax law, it's understandable that many hoped to see bigger paychecks right away.

However, the change created a new deduction you can claim when you file your taxes in April — it does not change the requirement for employers to withhold taxes on your tips or overtime now.

We know this can be confusing, and we'll continue to keep you updated if anything changes in the future.

## KEY POINTS

- >For now, your paychecks will look the same as they always have.
- >You will be able to deduct up to \$25,000 in tips; be sure to claim everything you want to deduct.
- >You will be able to deduct up to \$12,500 in overtime earnings.

