

Update – Federal Income Tax

January 26, 2018

Dear Customer:

This is a follow up notification dated January 10, 2018, Federal Income Tax Customer, to clarify information previously distributed. The notification stated that it is anticipated that the new Federal Income Tax withholding amounts related to the Tax Cut and Job Act of 2017, passed by Congress in December of 2017, would occur sometime in February of 2018.

Since the IRS approved the new tax rate tables sooner than expected, NFC was able to implement the new tax rate tables in pay period 1, 2018, pay date of January 29, 2018. As a result of the pay period 01, 2018, implementation of the new Federal tax withholding rates, and the annual pay rate increase, employees may see a change in their net pay and other applicable deductions for pay period 1.

For additional information regarding the Tax Cut and Job Act of 2017 go to <u>www.irs.gov</u> or see IRS Notice 1036 – Early Release Copies of the 2018 Percentage Method Tables for Income Tax Withholding.

Federal employees with questions concerning this notification should contact their Servicing Personnel Office. Authorized Agency representatives with questions concerning this notification should contact NFC's Contact Center at either 1-855-632-4468; via email to <u>NFCcontactcenter@nfc.usda.gov</u> or via the ServiceNow Customer Service Portal (CSP).