Key Numbers for 2010

INDIVIDUAL INCOME TAX	
Single	
If taxable income is:	**The tax is:**
$8,375 or less	10% of taxable income
Over $8,375 to $34,000	$837.50 + 15% of excess over $8,375
Over $34,000 to $82,400	$4,681.25 + 25% of excess over $34,000
Over $82,400 to $171,850	$16,781.25 + 28% of excess over $82,400
Over $171,850 to $373,650	$41,827.25 + 33% of excess over $171,850
Over $373,650	$108,421.25 + 35% of excess over $373,650
Married Filing Jointly and Surviving Spouses	
If taxable income is:	**The tax is:**
$16,750 or less	10% of taxable income
Over $16,750 to $68,000	$1,675 + 15% of excess over $16,750
Over $68,000 to $137,300	$9,362.50 + 25% of excess over $68,000
Over $137,300 to $209,250	$26,687.50 + 28% of excess over $137,300
Over $209,250 to $373,650	$46,833.50 + 33% of excess over $209,250
Over $373,650	$101,085.50 + 35% of excess over $373,650
Married Filing Separately	
If taxable income is:	**The tax is:**
$8,375 or less	10% of taxable income
Over $8,375 to $34,000	$837.50 + 15% of excess over $8,337.50
Over $34,000 to $68,650	$4,681.25 + 25% of excess over $34,000
Over $68,650 to $104,625	$13,343.75 + 28% of excess over $68,650
Over $104,625 to $186,825	$23,416.75 + 33% of excess over $104,625
Over $186,825	$50,542.75 + 35% of excess over $186,825
Heads of Household	
If taxable income is:	**The tax is:**
$11,950 or less	10% of taxable income
Over $11,950 to $45,500	$1,195 + 15% of excess over $11,950
Over $45,500 to $117,650	$6,235 + 25% of excess over $45,500
Over $117,450 to $190,550	$24,260 + 28% of excess over $117,650
Over $190,550 to $373,650	$48,585 + 33% of excess over $190,550
Over $373,650	$105,095 + 35% of excess over $373,650
Trusts and Estates	
If taxable income is:	**The tax is:**
$2,300 or less	15% of taxable income
Over $2,300 to $5,350	$345 + 25% of excess over $2,300
Over $5,350 to $8,200	$1,107.50 + 28% of excess over $5,350
Over $8,200 to $11,150	$1,905.50 + 33% of excess over $8,200
Over $11,200	$2,895.5 + 35% of excess over $11,200

Corporations	
If taxable income is:	**The tax is:**
0 to $50,000	15% of taxable income
Over $50,000 to $75,000	$7,500 + 25% of excess over $50,000
Over $75,000 to $10,000,000	$13,750 + 34% of excess over $75,000
Over $10,000,000	$3,388,250 + 35% of excess over $10,000,000
Personal Service Corporation	Flat Tax of 35% regardless of income

Standard Deductions			
Married Filing Jointly & Surviving Spouses	$11,400	Married Filing Separately	$5,700
Single	$5,700	Head of Household	$8,400
Married 65 or older or blind	$1,100 additional	Single 65 or older or blind	$1,400 additional
Dependents	$950		

Kiddie Tax
Applies to unearned income over $1,900 for children under 19 (or a full time student under 24 whose earned income does not exceed half of his or her support for the year) Unearned income between $950 and $1,900 is taxed at child's rate.

Itemized Deduction Phaseout			
Married Filing Jointly, Single, and Head of Household	$166,800	Married Filing Separately	$83,400

Phaseout of $3,650 Personal Exemption: AGIs Over*
For 2010, taxpayers with AGI above a certain amount will no longer lose part of their deduction for personal exemptions and itemized deductions.

2009 AMT Exemption – 2010 Pending Congressional Action			
Married Filing Jointly and Surviving Spouses	$70,950	Married Filing Separately	$34,475
Single	$46,700	Head of Household	$46,700

Health Savings Accounts (HSA) Maximum Contribution Limits	
Self Only Coverage	If under age 55: $3,050; If age 55-65: $4,000
Family Coverage	If under age 55: $6,150; If age 55-65: $7,150

Long-Term Capital Gains Taxation – Sunset Year End 2010- Pending Congressional Action	
Taxpayers in higher than 15% tax brackets	15%
Taxpayers in 15% or lower tax brackets	0%

Dividend Tax	
Taxpayers in higher than 15% tax brackets	15%
Taxpayers in 15% or lower tax brackets	0%

Qualified Plan Limits	
401(k), SARSEP, Sec. 457, 403(b) Elective Deferral Limit	$16,500
SIMPLE Elective Deferral Limit	$11,500
Section 415 Limit (Defined Contribution Plan)	$49,000
Defined Benefit Plan Benefit Limit	$195,000
Traditional and Roth IRA Contributions	$5,000
Age 50+ Catch-Up for IRA and Roth IRA	$1,000
Age 50+ Catch-Up for SIMPLE IRA	$2,500
Age 50+ Catch-Up for 401(k), 403(b), 457, and SARSEP	$5,500
Annual Compensation Limit for QRP, SEP, and 403(b)	$245,000
Highly Compensated Definition	$110,000
Control Employee	$95,000
Key Employee in Top-Heavy Plan Definition	$160,000

Portability Rules	
From:	**To:**
Qualified Plan (i.e., 401(k)) – Both Taxable and After-Tax Contributions	QP, Traditional IRA, SEP-IRA, 403(b), 457 Government Plan
403(b)	403(b), Traditional IRA, QP, SEP-IRA, 457 Government Plan
SIMPLE IRA	SIMPLE IRA for first two years and any eligible retirement plan thereafter
Traditional IRA Deductible Contributions	Traditional IRA, QP, 403(b), 457 Government Plan
Roth IRA	Roth IRA
457 Government Plan	457 Government Plan, IRA, QP, 403(b)
457 Nonprofit Plan	457 Nonprofit Plan

IRA Deduction Phaseout for Active Participants		
Filing Status	**Starting At**	**Fully Phased Out At**
Single or Head of Household and active participant in employer plan	$56,000	$65,000
Married Filing Jointly and active participant in employer plan	$89,00	$109,000
Married Filing Jointly and spouse active participant in employer plan	167,000	177,000
Married Filing Separately and either spouse active participant in employer plan	$0	$10,000

Income Limits for Roth Eligibility		
Filing Status	**Starting At**	**Fully Phased Out At**
Single	$105,000	$120,000
Married Filing Jointly	$167,000	$177,000
Married Filing Separately	$0	$10,000

Business Planning	
Social Security Taxable Wage Base	$106,800
Health Insurance Premium Deduction for Self-Employed	100%

2010 Standard Mileage Rates	
Charitable use of automobile: 1/1/10-12/31/10	14 cents/mile
Medical/Moving: 1/1/10-12/31/10	16.5 cents/mile
Business Use of Automobile: 1/1/10-12/31/10	50 cents/mile

Education Planning	
U.S. Savings Bond Interest Exclusion Phaseout	Modified AGIs $105,100 to $135,100 (joint) Modified AGIs $70,100 to $85,100 (others)
Coverdell Education Savings Accounts (Education IRAs) Contribution Limit	$2,000 annually
Coverdell Education IRA Phaseout	Modified AGIs $190,000 to $220,000 (joint) Modified AGIs $95,000 to $110,000 (others)
$2,500 Maximum Hope Scholarship Credit	Modified AGIs $160,000 to $180,000 (joint) Modified AGIs $80,000 to $90,000 (single)
$2,000 Lifetime Learning Credits Phaseout	Modified AGIs $100,000 to $$120,000 (joint) Modified AGIs $50,000 to $60,000 (single
Phaseout of $2,500 Interest Deduction on Education Loans	Modified AGIs $120,000 to $150,000 (joint) Modified AGIs $60,000 to $75,000 (others)
Phaseout of $4,000 Tuition Deduction	Expired after 2005.
2008/2009 Tuition and Fees at 4-Year College	Increase: 6.5% public college; 4.4% private
2008/2009 Room and Board at 4-Year College	Increase: 5.4% public college; 5.4% private
Average Cost at 4-Year College	$19,388/yr public (instate); $30,916/yr public (out-of-state); $39,028/yr private

Estate and Gift Tax Rates for Upper Brackets				
Over	**To**	**Tax**	**Plus**	**Of Excess Over**
$1,000,000	$1,250,000	$345,800	41%	$1,000,000
$1,250,000	$1,500,000	$448,300	43%	$1,250,000
$1,500,000	$2,000,000	$555,800	45%	$1,500,000
$2,000,000	$3,500,000	$780,800	45%	$2,000,000
$3,500,000		$1,455,800	45%	$3,500,000

Exclusions	
Annual Gift Tax Exclusion per Donee	$13,000
Annual Gift Exclusion to Non-U.S. Citizen Spouse	$133,000
Estate Tax Exemption*	$3,500,000
Lifetime Gift Tax Exemption	$1,000,000
Generation Skipping Transfer Tax Exemption*	$3,500,000
State Death Tax Credit (A deduction is allowed for death taxes paid to any state).	Repealed
Special Use (Section 2032A) Valuation Reduction	$1,000,000
*2009 Amount; Unlimited in 2010; Sunset 2011; Pending Congressional Action	

Long-Term Care	
Qualified Long-Term Care Insurance Deductions Subject to 7.5% of AGI Medical Expense Floor	
Age	**Limit**
40 or less	$330
41–50	$620
51–60	$1,230
61–70	$3,290
71 and over	$4,110

Note: For Indemnity Policies, benefit payments above $290 a day that exceed the actual cost of insurance will be taxed as income.

Medicaid	
Community Spouse Resource Allowance	$21,912 minimum $109,560 maximum
Monthly Maintenance Allowance	$1,821 minimum $2,739 maximum

“Income Cap” State Income Limit	$2,022

Medicare	
Medicare Part B Premium	$96.40/month
Medicare Part B Deductible	$135
Medicare Part A Deductible and Coinsurance	$1,068
Medicare Part A Deductible for Skilled Nursing Facility in a Benefit Period	$133.50 per day (21 to 100 days)

Note: Taxpayers with higher incomes will pay Medicare Part B premiums of up to $308.30/ month

Social Security	
CPI Increase in Benefits	5.8%
Maximum Benefit at Full Retirement	$2,323/mo

*The foregoing is intended solely for informational purposes. Nothing contained herein should be construed as legal or tax advice, and should not be relied upon for such. Legal and tax advice should only be obtained from your attorney or qualified tax professional.