

KEY FINANCIAL DATA FOR 2011

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2011 Tax Rate Schedule

Taxable income (\$)	Base amount of tax (\$)	Plus	Rate on excess (%) (also called marginal tax rate or tax bracket)	Of the amount over (\$)
Single				
0 to 8,500	0	+	10	0
8,501 to 34,500	850.00	+	15	8,500
34,501 to 83,600	4,750.00	+	25	34,500
83,601 to 174,400	17,025.00	+	28	83,600
174,401 to 379,150	42,449.00	+	33	174,400
Over 379,150	110,016.50	+	35	379,150
Married filing jointly and surviving spouses				
0 to 17,000	0	+	10	0
17,001 to 69,000	1,700.00	+	15	17,000
69,001 to 139,350	9,500.00	+	25	69,000
139,351 to 212,300	27,087.50	+	28	139,350
212,301 to 379,150	47,513.50	+	33	212,300
Over 379,150	102,574.00	+	35	379,150
Head of household				
0 to 12,150	0	+	10	0
12,151 to 46,250	1,215.00	+	15	12,150
46,251 to 119,400	6,330.00	+	25	46,250
119,401 to 193,350	24,617.50	+	28	119,350
193,351 to 379,150	45,323.50	+	33	193,350
Over 379,151	106,637.50	+	35	379,150
Married filing separately				
0 to 8,500	0	+	10	0
8,500 to 34,500	850.00	+	15	8,500
34,501 to 69,675	4,750.00	+	25	34,500
69,675 to 106,150	13,543.75	+	28	69,675
106,150 to 189,575	23,756.75	+	33	106,150
Over 189,575	51,287.00	+	35	189,575
Estates and trusts				
0 to 2,300	0	+	15	0
2,301 to 5,450	345.00	+	25	2,300
5,451 to 8,300	1,132.50	+	28	5,450
8,301 to 11,350	1,930.50	+	33	8,300
Over 11,350	2,937.00	+	35	11,350

Source: IRS Rev. Proc. 2011-12 <http://www.irs.gov/pub/irs-drop/rp-11-12.pdf>

Capital Gains Tax Rates

Assets held longer than one year	0% for taxpayers in the 10% or 15% bracket 15% for taxpayers in higher brackets
Unrecaptured Sec. 1250 gains	25%
Collectibles	28%

Source: JCT Technical Explanation of the Tax Relief Act of 2010
<http://www.jct.gov/publications.html?func=startdown&id=3716>

Standard Deductions & Personal Exemption

Filing status	Standard deduction*	Personal exemption*
Married, filing jointly and qualifying widow(er)s	\$11,600	\$3,700
Single	5,800	3,700
Married, filing separately	5,800	3,700
Head of household	8,500	3,700
Dependent filing own tax return	950	950
Additional deductions for non-itemizers		
Blind or over 65	Add 1,150	
Blind or over 65 and unmarried or not a surviving spouse	Add 1,450	

Source: IRS Rev. Proc. 2011-12
<http://www.irs.gov/pub/irs-drop/rp-11-12.pdf>

Education Credits & Deductions

Credit/Deduction/Account	Maximum credit/deduction	Income phaseouts begin at AGI of:
American Opportunity Tax Credit	\$2,500 credit	\$160,000 joint 80,000 all others
Lifetime learning credit	2,000 credit	\$102,000 joint 51,000 all others
Savings bond interest tax-free if used for education	Deduction - limited to amount of qualified expenses	106,650 joint 71,100 all others
Coverdell	2,000 maximum contribution; not deductible	190,000 joint 95,000 all others

Gift and Estate Tax Exclusions and Credits

Maximum estate tax rate	35%
Estate tax exclusion	\$5,000,000
Gift tax exclusion	\$5,000,000
Gift tax annual exclusion	\$13,000
Exclusion on gifts to non-citizen spouse	\$136,000

Tax Deadlines

January 18 – 4th installment of the previous year's estimated taxes due
April 18 – Tax filing deadline, or request extension to October 17; 1st installment of 2011 taxes due; last day to file amended return for 2007
June 15 – 2nd installment of estimated taxes due
September 15 – 3rd installment of estimated taxes due
October 17 – Tax returns due for those who requested an extension
December 31 – Last day to pay expenses for itemized deductions

Retirement Plan Contribution Limits	
Annual compensation used to determine contribution for most plans	\$245,000
Defined-contribution plans, basic limit	49,000
Defined-benefit plans, basic limit	195,000
401(k) plans, 403(b) plans, 457(b) plans, elective deferrals	16,500
Catch-up provision for individuals 50 and over, 401(k) plans, 403(b) plans, 457(b) plans	5,500
SIMPLE plans, elective deferral limit	11,500
SIMPLE plans, catch-up contribution for individuals 50 and over	2,500
Roth 401(k) (if plan permits)	16,500
Roth 401(k) catch-up contribution for individuals 50 and over	5,500

Individual Retirement Accounts			
IRA type	Contribution limit	Catch-up at 50+	Income limits
Traditional nondeductible	\$5,000	\$1,000	None
Traditional deductible	5,000	1,000	If covered by a plan: \$90,000 - 110,000 joint 56,000 - 66,000 single, HOH 10,000 married filing separately If one spouse is covered by a plan: 169,000 - 179,000 joint
Roth	5,000	1,000	169,000 - 179,000 joint 107,000 - 122,000 single & HOH 0 - 10,000 married filing separately and active participant in a plan
Roth conversion			No income limit

IRA and Retirement Plan Deadlines
April 18 – Last day to contribute to Roth or traditional IRA for 2010; Keogh plan or SEP for 2010 (unless tax filing deadline has been extended); HSA for 2010. (April 15 is Emancipation Day in the District of Columbia. Federal tax filing deadline is deferred to following Monday, April 18.)
October 17 – Last day to recharacterize a converted IRA from 2010 if extension was filed or tax return was filed by April 18; last day to contribute to SEP or Keogh for 2010 if extension was filed.
December 30 – Last day to: 1) establish a Keogh plan for 2011; 2) establish and fund a solo 401k for 2011; 3) complete 2011 contributions to employer-sponsored 401k plans; 4) correct excess contributions to IRAs and qualified plans to avoid penalty.



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Social Security		
Benefits		
Full retirement age (FRA) if born between 1943 and 1954	66	
Maximum monthly benefit	\$2,346 if FRA in 2011	
Retirement earnings exempt amounts	14,160 under FRA 37,680 during year reach FRA No limit after FRA	
Tax (FICA)		
	%withheld	Maximum tax payable
SS tax paid on income up to \$106,800		
Employer pays	6.2%	\$6,622
Employee pays	4.2%*	4,486
Self-employed pays:	10.4%*	11,107

*2011 only

Medicare tax paid on all income		
Employer pays	1.45%	varies per income
Employee pays	1.45%	varies per income
Self-employed pays:	2.90%	varies per income
Tax on benefits: income brackets		
Filing status	AGI plus provisional income*	Amount of Social Security subject to tax
Married filing jointly	Under \$32,000	0
	32,000 - 44,000	50%
	Over 44,000	85%
Single, head of household, qualifying widow(er), married filing separately and living apart from spouse	Under 25,000	0
	25,000 - 34,000	50%
	Over 34,000	85%
Married filing separately and living with spouse	Over 0	85%

*Provisional income = tax-exempt interest plus 50% of Social Security benefit

Medicare Premiums & Deductibles	
Part B premium (if not subject to hold harmless)	\$115.40
Part B deductible	162
Part A (inpatient services) deductible for first 60 days of hospitalization	1,132
Part A deductible for days 61-90 of hospitalization	283/day
Part A deductible for more than 90 days of hospitalization	566/day

Medicare Premiums for High-Income Taxpayers			
MAGI single	MAGI joint	Part B Premium	Part D income adjustment
\$85,000 or less	\$170,000 or less	\$115.40*	\$0
85,001-107,000	170,001-214,000	161.50	12.00
107,001-160,000	214,001-320,000	230.70	31.10
160,001-214,000	320,001-428,000	299.90	50.10
Above 214,000	Above 428,000	369.10	69.10

*Unless subject to Medicare hold-harmless provision

Uniform Lifetime Table			
Age of IRA owner or plan participant	Life expectancy (in years)	Age of IRA owner or plan participant	Life expectancy (in years)
70	27.4	90	11.4
71	26.5	91	10.8
72	25.6	92	10.2
73	24.7	93	9.6
74	23.8	94	9.1
75	22.9	95	8.6
76	22.0	96	8.1
77	21.2	97	7.6
78	20.3	98	7.1
79	19.5	99	6.7
80	18.7	100	6.3
81	17.9	101	5.9
82	17.1	102	5.5
83	16.3	103	5.2
84	15.5	104	4.9
85	14.8	105	4.5
86	14.1	106	4.2
87	13.4	107	3.9
88	12.7	108	3.7
89	12.0	109	3.4

Deductibility of Long-Term Care Premiums on Qualified Policies	
Attained age before close of tax year	Amount of LTC premiums that qualify as medical expenses in 2011
40 or less	\$340
41 to 50	640
51 to 60	1,270
61 to 70	3,390
Over 70	4,240

Health Savings Accounts			
Annual limit	Maximum deductible contribution	Expense limits (deductibles & co-pays)	Minimum annual deductible
Individuals	\$3,050	\$5,950	\$1,200
Families	6,150	11,900	2,400
Catch-up for 55 and older	1,000		