

## KEY FIGURES FOR THE 2009 AND 2010 TAX YEARS

	2009	2010
<b>DUE DATES FOR ESTIMATED TAX PAYMENTS</b>		
1st Quarter	4/15/2009	4/15/2010
2nd Quarter	6/15/2009	6/15/2010
3rd Quarter	9/15/2009	9/15/2010
4th Quarter	1/15/2010	1/18/2011
<b>STANDARD DEDUCTIONS</b>		
Married, Filing Joint Return	\$ 11,400	\$ 11,400
Surviving Spouse	\$ 11,400	\$ 11,400
Head of Household	\$ 8,350	\$ 8,400
Unmarried (not surviving spouse or head of household)	\$ 5,700	\$ 5,700
Married, Filing Separate Return	\$ 5,700	\$ 5,700
Dependent ("Kiddie") Standard Deduction	\$ 950	\$ 950
Additional Amount for Blindness or Age	\$ 1,100	\$ 1,100
Additional Amount as Above if Unmarried and not Surviving Spouse	\$ 1,400	\$ 1,400
<b>EXEMPTIONS</b>		
Personal and Dependent Amount	\$ 3,650	\$ 3,650
Joint Returns or Surviving Spouse (Phaseout starts)	\$ 250,200	\$ N/A
Head of Household (Phaseout starts)	\$ 208,500	\$ N/A
Unmarried (not Surviving or Head of Household) (Phaseout starts)	\$ 166,800	\$ N/A
Married, Filing Separate Return (Phaseout starts)	\$ 125,100	\$ N/A
<b>ITEMIZED DEDUCTIONS</b>		
Married, Filing Separate Return (Phaseout starts)	\$ 83,400	\$ N/A
Others (Phaseout starts)	\$ 166,800	\$ N/A
Casualty Loss (AGI Threshold)	10%	10%
Medical Deduction (AGI Threshold)	7.5%	7.5%
Miscellaneous Itemized (AGI Deduction Floor)	2%	2%
<b>EQUIPMENT EXPENSE DEDUCTIONS</b>		
Section 179 expensing limit	\$ 250,000	\$ 134,000
Equipment placed in service (Phaseout starts)	\$ 800,000	\$ 530,000
<b>TRANSPORTATION</b>		
Business Mileage Rate	55 ¢	50 ¢
Charitable Mileage Rate	14 ¢	14 ¢
Medical and Moving Mileage Rate	24 ¢	16.5 ¢
Fringe Benefit: Employer-provided passes and vehicles		
1/1 through 2/28	\$ 120/mo.	\$ 230/mo.
3/1 through 12/31	\$ 230/mo.	\$ 230/mo.
Fringe Benefit: Qualified parking limit	\$ 230/mo.	\$ 230/mo.

**EDUCATION CREDITS & DEDUCTIONS**

American Opportunity Credit	\$	2,500	\$	2,500
American Opportunity Credit exclusion (Phaseout starts)				
Married, filing joint return	\$	160,000	\$	160,000
Single, surviving spouse or head of household	\$	80,000	\$	80,000
Hope Scholarship Credit	\$	1,800	\$	1,800
Lifetime Learning Credit	\$	2,000	\$	2,000
Hope and Lifetime Learning credits exclusion (Phaseout starts)				
Married, filing joint return	\$	100,000	\$	100,000
Single, surviving spouse or head of household	\$	50,000	\$	50,000
Coverdell Education Savings Account Contribution	\$	2,000	\$	2,000
Student Loan Interest Deduction	\$	2,500	\$	2,500
U.S. Savings Bond Interest Exclusion (Phaseout starts)				
Married, filing joint return	\$	104,900	\$	105,100
Single, surviving spouse or head of household	\$	69,950	\$	70,100
Married, filing separate return	\$	0	\$	0

**PAYROLL TAXES**

Soc. Sec. (Self-employed) Combined Rate (OASDI + Medicare)		15.30%		15.30%
Soc. Sec. (Employer or Employee) Rate (OASDI + Medicare)		7.65%		7.65%
Soc. Sec. (OASDI) Maximum Base	\$	106,800	\$	106,800
Medicare (HI) Maximum Base		No Limit		No Limit
Medicare (HI) Rate		2.90%		2.90%
Soc. Sec. (OASDI) Rate		6.20%		6.20%
FUTA Wage Base	\$	7,000	\$	7,000

**OTHER RETIREMENT/PENSION PLAN DEDUCTIONS**

Defined Benefit Plan Maximum Annual Benefit	\$	195,000	\$	195,000
Defined Contribution Plan Maximum Annual Benefit	\$	49,000	\$	49,000
401(k), 403(b), & 457 Plans Maximum Exclusion (In general)	\$	16,500	\$	16,500
Traditional or Roth IRA Deduction Limit (In general)	\$	5,000 <sup>1</sup>	\$	5,000 <sup>1</sup>
SIMPLE Contribution Limit	\$	11,500	\$	11,500
SEP IRA Contribution Limit	\$	49,000 <sup>2</sup>	\$	49,000 <sup>2</sup>
Catch-up Contributions (Extra amount for taxpayers 50 and older)				
Traditional and Roth IRAs	\$	1,000	\$	1,000
SIMPLEs	\$	2,500	\$	2,500
401(k), 403(b), 457, and SEP Plans	\$	5,500	\$	5,500
SEP Nondiscrimination Compensation Amount	\$	245,000	\$	245,000
401(k) Maximum Compensation Amount	\$	245,000	\$	245,000

<sup>1</sup> If a traditional and Roth IRA are both funded, then the total combined contributions cannot exceed the maximum limits listed above.

<sup>2</sup> The maximum contribution is the lesser of: 1) 25% of the employee's compensation (or, 20% of net earnings from self-employment) or 2) the stated contributions limits listed above.

**AGI PHASE-OUT FOR RETIREMENT/PENSION PLANS**

## Active Participants

## Traditional IRA (Phaseout starts)

Single or head of household	\$	55,000	\$	56,000
Married filing joint	\$	89,000	\$	89,000
Married filing separate	\$	0	\$	0

## Roth IRA (Phaseout starts)

Single and head of household	\$	105,000	\$	105,000
Married filing joint	\$	166,000	\$	167,000
Married filing separate	\$	0	\$	0

## Non-Active Participant (spouse active only)

Married filing Joint	\$	166,000	\$	167,000
Married filing Separate	\$	0	\$	0

**ADJUSTED NET CAPITAL GAIN (ASSETS HELD MORE THAN 12 MONTHS)**

General Rate:	15%	15%
Low Rate: (Taxpayers in 10% or 15% bracket)	0%	0%
High Rate: Collectibles (coins, art, antiques)	28%	28%
Recaptured gain on real estate (Section 1250 gain)	25%	25%
Dividends, qualified (General rate)	15%	15%
Dividends, qualified (Taxpayers in 10% or 15% bracket)	0%	0%

**ESTATE AND GIFT TAXES**

Estate Tax Credit Shelter Amount	\$	3,500,000	\$	N/A
Gift Tax Credit Shelter Amount	\$	1,000,000	\$	1,000,000
Annual Gift Tax Exclusion Amount (Per donee)	\$	13,000	\$	13,000
Estate/Gift Tax Rate (Before phaseout)		45%		0%