

INCOME TAXES

	2017				2018			
	If Taxable Income Is:				If Taxable Income Is:			
	Over	But Not Over	The Tax Is	Of the Amount Over	Over	But Not Over	The Tax Is	Of the Amount Over
Married Filing Jointly	\$0	\$18,650	\$0 + 10%	\$0	\$0	\$19,050	\$0 + 10%	\$0
	\$18,650	\$75,900	\$1865 + 15%	\$18,650	\$19,050	\$77,400	\$1,905 + 12%	\$19,050
	\$75,900	\$153,100	\$10,452.50 + 25%	\$75,900	\$77,400	\$165,000	\$8,907 + 22%	\$77,400
	\$153,100	\$233,350	\$29,752.50 + 28%	\$153,100	\$165,000	\$315,000	\$28,179 + 24%	\$165,000
	\$233,350	\$416,700	\$52,222.50 + 33%	\$233,350	\$315,000	\$400,000	\$64,179 + 32%	\$315,000
	\$416,700	\$470,700	\$112,728 + 35%	\$416,700	\$400,000	\$600,000	\$91,379 + 35%	\$400,000
	\$470,700	—	\$131,628 + 39.6%	\$470,700	\$600,000	—	\$161,379 + 37%	\$600,000
Single	\$0	\$9,325	\$0 + 10%	\$0	\$0	\$9,525	\$0 + 10%	\$0
	\$9,325	\$37,950	\$932.50 + 50%	\$9,325	\$9,525	\$38,700	\$952.50 + 12%	\$9,525
	\$37,950	\$91,900	\$5,226.25 + 25%	\$37,950	\$38,700	\$82,500	\$4,453.50 + 22%	\$38,700
	\$91,900	\$191,650	\$18,713.75 + 28%	\$91,900	\$82,500	\$157,500	\$14,089.50 + 24%	\$82,500
	\$191,650	\$416,700	\$46,643.75 + 33%	\$191,650	\$157,500	\$200,000	\$32,089.50 + 32%	\$157,500
	\$416,700	\$418,400	\$120,910.25 + 35%	\$416,700	\$200,000	\$500,000	\$45,689.50 + 35%	\$200,000
	\$418,400	—	\$121,505.25 + 39.6%	\$418,400	\$500,000	—	\$150,689.50 + 37%	\$500,000
Estates & Trusts	\$0	\$2,550	\$0 + 15%	\$0	\$0	\$2,550	\$0 + 10%	\$0
	\$2,550	\$6,000	\$382.50 + 25%	\$2,550	\$2,550	\$9,150	\$255 + 24%	\$2,550
	\$6,000	\$9,150	\$1,245 + 28%	\$6,000	\$9,150	\$12,500	\$1,839 + 35%	\$9,150
	\$9,150	\$12,500	\$2,127 + 33%	\$9,150	\$12,500	—	\$3,011.50 + 37%	\$12,500
	\$12,500	—	\$3,232.50 + 39.6%	\$12,500				

If Taxable Income Is:

	Over	But Not Over	The Tax Is	Of the Amount Over	2018
Corporations (for all tax years from 1993-2017)	\$0	\$50,000	\$0 + 15%	\$0	For 2018, all taxable income is taxed at a flat rate of 21%
	\$50,000	\$75,000	7,500 + 25%	\$50,000	
	\$75,000	\$100,000	13,750 + 34%	\$75,000	
	\$100,000	\$335,000	22,250 + 39%	\$100,000	
	\$335,000	\$10,000,000	113,900 + 34%	\$335,000	
	\$10,000,000	\$15,000,000	3,400,000 + 35%	\$10,000,000	
	\$15,000,000	\$18,333,333	5,150,000 + 38%	\$15,000,000	
	\$18,333,333	—	6,416,667 + 35%	\$18,333,333	

PERSONAL EXEMPTIONS

		Exemption	Phase-out Income Range
Married Filing Jointly	2017	\$4,050	\$313,800-\$436,300
	2018	Eliminated Until 2026	
Single	2017	\$4,050	\$261,500-\$384,000
	2018	Eliminated Until 2026	

2017 Child Tax Credit: \$1,000 per child phases out \$50 for each \$1,000 of modified AGI over \$110,000 (married filing jointly), or \$75,000 (single).

Standard Deductions

		Annual	Add'l (Age 65+ or Blind)
Married Filing Jointly	2017	\$12,700	\$1,250
	2018	\$24,000	\$1,300
Single	2017	\$6,350	\$1,550
	2018	\$12,000	\$1,600

Itemized Deductions

Income over applicable amount triggers itemized deduction limitation*

	2017	2018
Married filing jointly	\$313,800	Eliminated Until 2026
Single	\$261,500	

*2017: itemized deduction reduced by the lesser of (a) 3% of the adjusted gross income above the applicable amount, or (b) 80% of the amount of the itemized deductions otherwise allowable for the taxable year.

Capital Gains (2018)

Taxpayer Bracket	Short Term < 12 months	Long Term > 12 months
15% or below	Ordinary Rate	0%
35% or below	Ordinary Rate	15%
39.6%	Ordinary Rate	20%

Tax on net investment income: Additional 3.8% tax on lesser of net investment income or excess of Modified AGI income over \$200,000 single/ \$250,000 married filing jointly

Alternative Minimum Tax

Exemption	2017	2018
Married filing jointly	\$84,500	\$109,400
Single	\$54,300	\$70,300

Kiddie Tax: Under age 19 with unearned income

	2017	Tax Rate	2018
First	\$1,050	No Tax	The child's net unearned income is taxed according to the brackets applicable to trusts and estates.
Next	\$1,050	Child's Bracket	
Amounts Over	\$2,100	Parent's Bracket	

QUALIFIED PLANS

	2017	2018
Maximum elective deferral to retirement plans, e.g., 401(k), 403(b) and 457 plans, and SARSEP(s)	\$18,000	\$18,500
Maximum elective deferral to SIMPLE 401(k) plans	\$12,500	\$12,500
Limit on annual additions to SEP plans	\$54,000	\$55,000
Annual compensation threshold requiring SEP contribution	\$600	\$600
Limit on annual additions to defined contribution plans	\$54,000	\$55,000
Maximum annual compensation taken into account for contributions	\$270,000	\$275,000
Annual benefit limit under defined benefit plans	\$215,000	\$220,000
Threshold amount for definition of highly compensated employee	\$120,000	\$120,000

Catch-Up Contribution Limits for Other Qualified Plan Types

	2017	2018
401(k), 403(b), SARSEP and 457 plans	\$6,000	\$6,000
SIMPLE plans	\$3,000	\$3,000

SOCIAL SECURITY

Base Amt. of Mod. AGI Causing Soc. Sec. Benefits to be Taxable:

	50% taxable	85% taxable
Married Filing Jointly	\$32,000	\$44,000
Single	\$25,000	\$34,000

Maximum Earnings before Social Security Benefits are Reduced:

Assumes Full retirement age is 65	2017	2018
Under age 65 (lose \$1 for every \$2)	\$16,920	\$17,040
Age 65 and over	No Limit	No Limit

Maximum Compensation Subject to FICA Taxes:

	2017	2018
Social Security Maximum	\$127,200	\$128,400
Medicare Maximum	No Limit	No Limit

*Social Security Tax Rate: 12.4% self-employed, 6.2% employees

*Medicare Tax Rate: 2.9% self-employed, 1.45% employees

ESTATE AND GIFT TAX

Subtract applicable estate tax exemption below to calculate estate tax.

If Taxable Estate Is:

Over	But Not Over	The Tax Is	Of the Amount Over
\$0	\$10,000	\$0 + 18%	\$0
\$10,000	\$20,000	\$1,800 + 20%	\$10,000
\$20,000	\$40,000	\$3,800 + 22%	\$20,000
\$40,000	\$60,000	\$8,200 + 24%	\$40,000
\$60,000	\$80,000	\$13,000 + 26%	\$60,000
\$80,000	\$100,000	\$18,200 + 28%	\$80,000
\$100,000	\$150,000	\$23,800 + 30%	\$100,000
\$150,000	\$250,000	\$38,800 + 32%	\$150,000
\$250,000	\$500,000	\$70,800 + 34%	\$250,000
\$500,000	\$750,000	\$155,800 + 37%	\$500,000
\$750,000	\$1,000,000	\$248,300 + 39%	\$750,000
\$1,000,000	—	\$345,800 + 40%	\$1,000,000

Subtract applicable credit below from calculated tax

	Exclusion Amount	Applicable Credit
2017	\$5,490,000	\$2,141,800
2018	\$11,200,000	\$4,417,800

GSTT & Lifetime Gift Tax Exclusion: same as Estate Tax Exclusion amount

Portability: An executor can elect to allocate the unused portion of a decedent's exclusion amount to the surviving spouse.

TRADITIONAL AND ROTH IRAS

Contribution Limits

	2017	2018
Regular	\$5,500	\$5,500
Catch-Up*	\$1,000	\$1,000

*Only taxpayers age 50 and over are eligible to make catch-up contributions.

Traditional IRA Deductibility Rules

Filing Status	Covered by Employer's Retirement Plan?	Modified AGI 2017	Modified AGI 2018	Deductibility
Single	No	Any amount	Any amount	Full Deduction
	Yes	\$62,000 or less	\$63,000 or less	Full Deduction
		\$62,000-\$72,000	\$63,000-\$73,000	Partial Deduction
		\$72,000 or more	\$73,000 or more	No Deduction
Married Filing Jointly	Neither Spouse Covered	Any amount	Any amount	Full Deduction
	Both Spouses Covered	\$99,000 or less	\$101,000 or less	Full Deduction
		\$99,000-\$119,000 or	\$101,000-\$121,000 or	Partial Deduction
	One Spouse Covered for Covered Spouses	\$119,000 or	\$121,000 or	No Deduction
		\$99,000 or less	\$99,000 or less	Full Deduction
		\$99,000-\$119,000 or	\$101,000-\$121,000 or	Partial Deduction
One Spouse Covered for Non-Covered Spouse	\$119,000 or	\$121,000 or	No Deduction	
	\$186,000 or less	\$189,000 or less	Full Deduction	
	\$186,000-\$196,000	\$189,000-\$199,000	Partial Deduction	
		\$196,000 or more	\$199,000 or more	No Deduction

Roth IRAs

AGI Phase-Out Range for Contributions to Roth IRAs:	
Married Filing Jointly	\$189,000—\$199,000
Single	\$120,000—\$135,000

Long-Term Care Insurance*

Max Qualified LTC Premiums Eligible for Deductions:

Age:	40 or less	41-50	51-60	61-70	Over 70
2017	\$410	\$770	\$1,530	\$4,090	\$5,110
2018	\$420	\$780	\$1,560	\$4,160	\$5,200

*Qualified LTC contract per diem limit: \$360

Health Savings Accounts (HSAs)

An "eligible individual" is defined as (1) one covered by a high deductible health plan (HDHP), (an annual deductible of \$1,350 for single coverage and \$2,700 for family coverage where the maximum out of pocket cannot exceed \$6,650 for single coverage and \$13,300 for family coverage), (2) is not covered by any other health insurance except for some permitted coverages, (3) is not eligible for and enrolled in Medicare, and (4) cannot be claimed as a dependent on someone else's income tax return.

Contribution Limits	2017	2018
Single	\$3,400	\$3,450
Family	\$6,750	\$6,900