

'13 Tax



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Tax Brackets for 2013

Taxable income (i.e. income minus deductions and exemptions) between:

Married, Joint	
\$0-\$17,850	10%
\$17,851-\$72,500	15%
\$72,501-\$146,400	25%
\$146,401-\$223,050	28%
\$223,051-\$398,350	33%
\$398,351-\$450,000	35%
over \$450,000	39.6%

Single	
\$0-\$8,925	10%
\$8,926-\$36,250	15%
\$36,251-\$87,850	25%
\$87,851-\$183,250	28%
\$183,251-\$398,350	33%
\$398,351-\$400,000	35%
over \$400,000	39.6%

Married, Separate	
\$0-\$8,925	10%
\$8,926-\$36,250	15%
\$36,251-\$73,200	25%
\$73,201-\$111,525	28%
\$111,526-\$199,175	33%
\$199,176-\$225,000	35%
over \$225,000	39.6%

Head of Household	
\$0-\$12,750	10%
\$12,751-\$48,600	15%
\$48,601-\$125,450	25%
\$125,451-\$203,150	28%
\$203,151-\$398,350	33%
\$398,351-\$425,000	35%
over \$425,000	39.6%

Estates and Trusts	
\$0-\$2,450	15%
\$2,451-\$5,700	25%
\$5,701-\$8,750	28%
\$8,751-\$11,950	33%
over \$11,950	39.6%

Corporations	
\$0-\$50,000	15%
\$50,001-\$75,000	25%
\$75,001-\$100,000	34%
\$100,001-\$335,000	39%
\$335,001-\$18,333,333	34-38%
over \$18,333,333	35%

Standard Deduction

Married, joint	\$12,200
Single	\$6,100
Married, separate	\$6,100
Head of household	\$8,950
Blind or over 65: add \$1,200 if married, \$1,500 if single or head of household	

Itemized Deduction/ Personal Exemption Phaseout Begins

Married, joint	\$300,000
Single	\$250,000
Married, separate	\$150,000
Head of household	\$275,000

Personal Exemption \$3,900

Additional Medicare Tax Where Income Exceeds \$200,000 (\$250,000 married, joint)

Additional tax on excess of earned income ¹	0.9%
Additional tax on Net Investment Income ²	3.8%

Alternative Minimum Tax Exemption Amount

Married, joint	\$80,800
Single, HOH ³	\$51,900
Married, separate	\$40,400

Long-term Capital Gains and Qualified Dividend Rates

10% and 15% brackets	0%
25%, 28%, 33% and 35% brackets	15%
39.6% bracket	20%
Capital gains on collectibles	28%
Unrecaptured 1250 depreciation	25%

IRA & Pension Plan Limits

IRA contribution	
Under age 50	\$5,500
Age 50 and over	\$6,500
Phaseout for deducting IRA contribution	
Married, joint	\$95,000-\$115,000 AGI
Single, HOH ³	\$59,000-\$69,000 AGI
Married, separate	\$0-\$10,000 AGI
Phaseout for deducting spousal IRA	
	\$178,000-\$188,000 AGI

Phaseout of Roth contribution eligibility	
Married, joint	\$178,000-\$188,000 MAGI
Single, HOH ³	\$112,000-\$127,000 MAGI
Married, separate	\$0-\$10,000 MAGI

SEP contribution	
Up to 25% of compensation, limit \$51,000	

Compensation to participate in SEP	\$550
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SIMPLE elective deferral	
Under age 50	\$12,000
Age 50 and over	\$14,500

401(k), 403(b) ⁴ , 457 and SARSEP elective deferral under age 50	\$17,500
401(k), 403(b) ⁴ , 457 ⁵ and SARSEP elective deferral age 50 and over	\$23,000

Annual defined contribution limit	\$51,000
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Annual defined benefit limit	\$205,000
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Highly compensated employee	\$115,000
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Key Employee in top heavy plans makes	\$165,000
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Annual compensation taken into account for qualified plans	\$255,000
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Retirement Tax Credit: A percent tax credit for an IRA, 401(k), 403(b) or 457 plan contribution, in addition to deduction or exclusion, if

Married, joint	Below \$59,000 MAGI
Head of household	Below \$44,250 MAGI
Single; Married, separate	Below \$29,500 MAGI

Gift and Estate Tax

Gift tax annual exclusion	\$14,000
Estate and gift tax rate	40%
Estate tax exemption	\$5,250,000
Lifetime gift exemption	\$5,250,000
GST exemption	\$5,250,000
Annual exclusion for gifts to noncitizen spouse	\$143,000

Education

Coverdell Education Savings Account	\$2,000
Coverdell contribution eligibility phaseout	
Married, joint	\$190,000-\$220,000
All others	\$95,000-\$110,000

Student loan interest deduction limit	\$2,500
Interest deduction is phased out	
Married, joint	\$125,000-\$155,000 MAGI
All others	\$60,000-\$75,000 MAGI

Phaseout of Lifetime Learning Credits	
Married, joint	\$107,000-\$127,000
All others	\$53,000-\$63,000

Tax-free savings bonds interest phased out	
Married, joint	\$112,050-\$142,050 MAGI
All others	\$74,700-\$89,700 MAGI

Social Security

Maximum earnings (during work years) subject to FICA tax	\$113,700
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Income ⁶ (in retirement) causing Social Security benefits to be taxable	
Married, joint	
50% taxable	\$32,000 MAGI
85% taxable	\$44,000 MAGI
Single	
50% taxable	\$25,000 MAGI
85% taxable	\$34,000 MAGI

Loss of Social Security retirement benefits: In years prior to full retirement age, \$1 in benefits will be lost for every \$2 of earnings in excess of \$15,120. In the year of full retirement age, \$1 in benefits will be lost for every \$3 of earnings in excess of \$40,080 (applies only to months of earnings prior to full retirement age). There is no limit on earnings beginning the month an individual attains full retirement age.

1. Total Employee Medicare Tax is 1.45% + 0.9% = 2.35%

2. Including interest, dividends, capital gains, and annuity distributions

3. Head of Household

4. Special increased limit may apply to certain 403(b) contributors with 15 or more years of service.

5. In last 3 years prior to year of retirement, 457 plan participant may be able to double elective deferral if needed to catch-up on prior missed contributions, but if they do, they cannot use catch-up.

6. Income is most income including muni bond interest but only 1/2 of Social Security.

Uniform Lifetime Table

Use to calculate Minimum Required Distributions from IRAs and qualified plans during owner's life. Do not use this table if owner has spousal beneficiary more than 10 years younger. Instead use Joint Life Table from IRS Pub. 590.

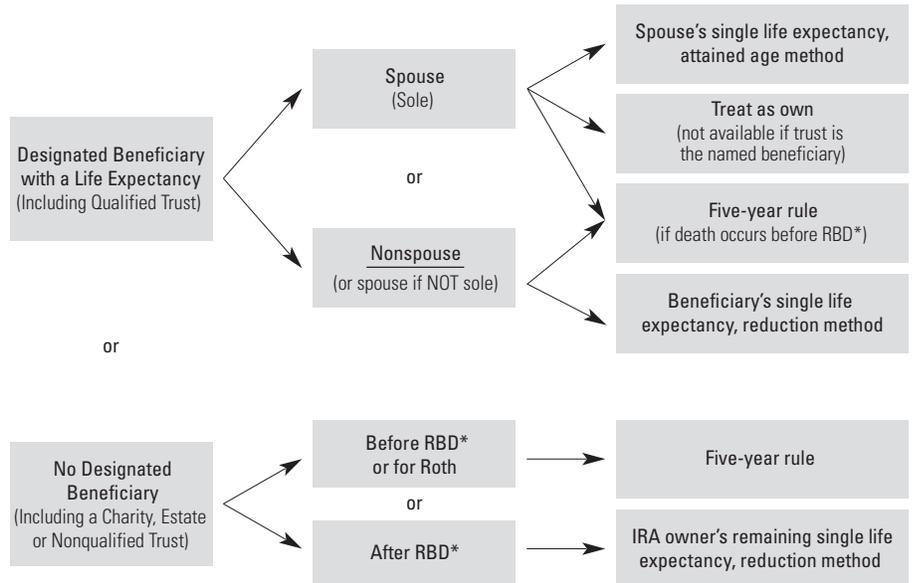
Taxpayer's Age	Life Expectancy	Taxpayer's Age	Life Expectancy
10	86.2	63	33.9
11	85.2	64	33.0
12	84.2	65	32.0
13	83.2	66	31.1
14	82.2	67	30.2
15	81.2	68	29.2
16	80.2	69	28.3
17	79.2	70	27.4
18	78.2	71	26.5
19	77.3	72	25.6
20	76.3	73	24.7
21	75.3	74	23.8
22	74.3	75	22.9
23	73.3	76	22.0
24	72.3	77	21.2
25	71.3	78	20.3
26	70.3	79	19.5
27	69.3	80	18.7
28	68.3	81	17.9
29	67.3	82	17.1
30	66.3	83	16.3
31	65.3	84	15.5
32	64.3	85	14.8
33	63.3	86	14.1
34	62.3	87	13.4
35	61.4	88	12.7
36	60.4	89	12.0
37	59.4	90	11.4
38	58.4	91	10.8
39	57.4	92	10.2
40	56.4	93	9.6
41	55.4	94	9.1
42	54.4	95	8.6
43	53.4	96	8.1
44	52.4	97	7.6
45	51.5	98	7.1
46	50.5	99	6.7
47	49.5	100	6.3
48	48.5	101	5.9
49	47.5	102	5.5
50	46.5	103	5.2
51	45.5	104	4.9
52	44.6	105	4.5
53	43.6	106	4.2
54	42.6	107	3.9
55	41.6	108	3.7
56	40.7	109	3.4
57	39.7	110	3.1
58	38.7	111	2.9
59	37.8	112	2.6
60	36.8	113	2.4
61	35.8	114	2.1
62	34.9	115+	1.9

Single Life Table After IRA Owner's Death

Ordinary Life Annuities One Life—Expected Return Multiples

Age	Multiple	Age	Multiple	Age	Multiple
15	67.9	44	39.8	73	14.8
16	66.9	45	38.8	74	14.1
17	66.0	46	37.9	75	13.4
18	65.0	47	37.0	76	12.7
19	64.0	48	36.0	77	12.1
20	63.0	49	35.1	78	11.4
21	62.1	50	34.2	79	10.8
22	61.1	51	33.3	80	10.2
23	60.1	52	32.3	81	9.7
24	59.1	53	31.4	82	9.1
25	58.2	54	30.5	83	8.6
26	57.2	55	29.6	84	8.1
27	56.2	56	28.7	85	7.6
28	55.3	57	27.9	86	7.1
29	54.3	58	27.0	87	6.7
30	53.3	59	26.1	88	6.3
31	52.4	60	25.2	89	5.9
32	51.4	61	24.4	90	5.5
33	50.4	62	23.5	91	5.2
34	49.4	63	22.7	92	4.9
35	48.5	64	21.8	93	4.6
36	47.5	65	21.0	94	4.3
37	46.5	66	20.2	95	4.1
38	45.6	67	19.4	96	3.8
39	44.6	68	18.6	97	3.6
40	43.6	69	17.8	98	3.4
41	42.7	70	17.0	99	3.1
42	41.7	71	16.3	100	2.9
43	40.7	72	15.5	101	2.7

IRA Beneficiary Options



*RBD defined as "Required Beginning Date" (April 1 following the year a Traditional IRA or Simple IRA holder reached age 70 ½).

Information contained herein is current as of 01/11/2013, subject to legislative changes and is not intended to be legal or tax advice. Consult a qualified tax advisor regarding specific circumstances.

