

Tax Brackets for 2010

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

Married, filing jointly	
\$0 – \$16,750	10%
\$16,751 – \$68,000	15%
\$68,001 – \$137,300	25%
\$137,301 – \$209,250	28%
\$209,251 – \$373,650	33%
over \$373,650	35%

Single	
\$0 – \$8,375	10%
\$8,376 – \$34,000	15%
\$34,001 – \$82,400	25%
\$82,401 – \$171,850	28%
\$171,851 – \$373,650	33%
over \$373,650	35%

Married, filing separately	
\$0 – \$8,375	10%
\$8,376 – \$34,000	15%
\$34,001 – \$68,650	25%
\$68,651 – \$104,625	28%
\$104,626 – \$186,825	33%
over \$186,825	35%

Single, head of household	
\$0 – \$11,950	10%
\$11,951 – \$45,550	15%
\$45,551 – \$117,650	25%
\$117,651 – \$190,550	28%
\$190,551 – \$373,650	33%
over \$373,650	35%

Estates and trusts	
\$0 – \$2,300	15%
\$2,301 – \$5,350	25%
\$5,351 – \$8,200	28%
\$8,201 – \$11,200	33%
over \$11,200	35%

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, filing jointly	\$11,400
Single	\$5,700
Married, filing separately	\$5,700
Head of household	\$8,400
Blind or over 65: add \$1,100 if married, \$1,400 if single or head of household	

Itemized Deductions/Personal Exemptions Update

In 2010, taxpayer with AGI above certain amount won't lose part of deduction for personal exemptions/itemized deductions. Congress may reinstate; see IRS.gov for changes.

Personal Exemption: \$3,650

Kiddie Tax Exemption: \$1,900

Alternative Minimum Tax Exemption Amount

Married, filing jointly	\$70,950
Single, HOH ¹	\$46,700
Married, filing separately	\$35,475

Above amounts are for 2009

Long-term Capital Gains and Dividend Rates

10% and 15% bracket	0%
Higher brackets	15%
Capital gains on collectibles	28%
Unrecaptured 1250 depreciation	25%

IRA & Pension Plan Limits

IRA contribution	
Under age 50	\$5,000
Age 50 and over	\$6,000

Phaseout for deducting IRA contribution	
Joint	\$89,000 – \$109,000 AGI
Single HOH ¹	\$56,000 – \$66,000 AGI
Married, filing separately	\$0 – \$10,000 AGI

Phaseout for deducting spousal IRA	
	\$167,000 – \$177,000 AGI

Phaseout of Roth contribution eligibility	
Joint	\$167,000 – \$177,000 MAGI
Single HOH ¹	\$105,000 – \$120,000 MAGI
Filing separately	\$0 – \$10,000 MAGI

SEP contribution	
Up to 25% of compensation, limit \$49,000	

Compensation to participate in SEP \$550

SIMPLE elective deferral	
Under age 50	\$11,500
Age 50 and over	\$14,000

401(k), 403(b)², 457 and SARSEP elective deferral under age 50 \$16,500

401(k), 403(b)², 457³ and SARSEP elective deferral age 50 and over \$22,000

Annual defined contribution limit \$49,000

Annual defined benefit limit \$195,000

Highly compensated employee makes \$110,000

Key employees in top heavy plan makes \$160,000

Annual compensation taken into account for qualified plans \$245,000

Retirement Tax Credit	
A percentage tax credit for an IRA, 401(k), 403(b) or 457 plan contribution, in addition to deduction or exclusion, if	
Married, joint	Below \$55,500 MAGI
Head of household	Below \$41,625 MAGI
Single; Married, separate	Below \$27,750 MAGI

Gift and Estate Tax⁵

Gift tax annual exclusion	\$13,000
Highest estate/gift tax rate	45% ⁵
Estate tax exemption	\$3,500,000 ⁵
Lifetime gift exemption	\$1,000,000 ⁵
GST exemption	\$3,500,000 ⁵

Annual exclusion for gifts to noncitizen spouse \$133,000

Education

Coverdell Education Savings Account \$2,000

Coverdell contribution eligibility phaseout

Single	\$95,000 – \$110,000
Married, filing jointly	\$190,000 – \$220,000

Student loan interest deduction limit \$2,500

Interest deduction is phased out

Single	\$60,000 – \$75,000 MAGI
Married, filing jointly	\$120,000 – \$150,000 MAGI

Phaseout of Hope and Lifetime Learning Credits

Single, head of household	\$50,000 – \$60,000
Married, filing jointly	\$100,000 – \$120,000

Tax-free savings bonds interest phased out

Single	\$70,100 – \$85,100 MAGI
Married, filing jointly	\$105,100 – \$135,000 MAGI

Social Security

Maximum earnings (during work years) subject to FICA tax \$106,800

Income⁴ (in retirement) causing Social Security benefits to be taxable

Married, filing jointly

50% taxable	\$32,000 MAGI
85% taxable	\$44,000 MAGI

Single

50% taxable	\$25,000 MAGI
85% taxable	\$34,000 MAGI



W&S Financial Group
Distributors



Integrity Life
Insurance Company



National Integrity Life
Insurance Company

- 1 Head of Household
- 2 Special increased limit may apply to certain 403(b) contributors with 15 or more years of service.
- 3 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.
- 4 Income is most income including muni bond interest but only 1/2 of Social Security.
- 5 2009 rate and exemption amounts; items repealed for 2010, however Congress may reinstate, see IRS.gov for changes.

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 \$14,160. In the year of full retirement age, \$1 in benefits will be lost for every \$3 of earnings in excess of \$37,680 (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.

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.

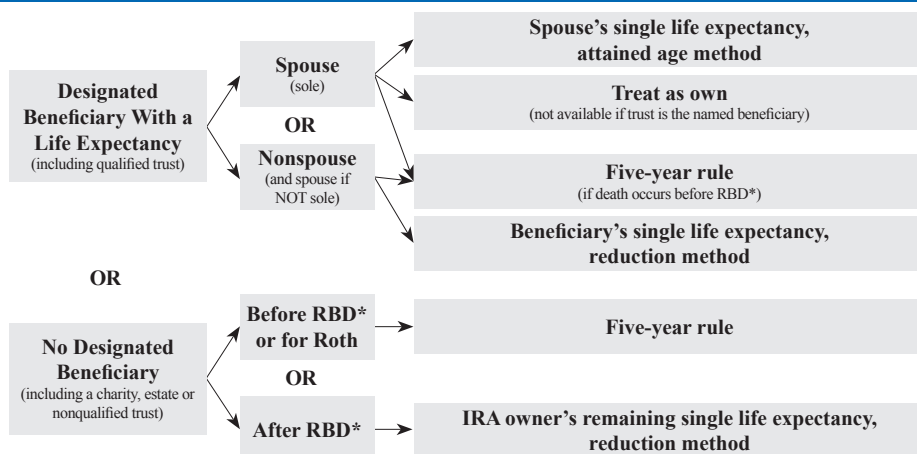
Taxpayer's Age	Life Expectancy	Taxpayer's Age	Life Expectancy
10	86.2	63	33.9
11	85.2	64	33.0
12	84.2	65	32.0
13	83.2	66	31.1
14	82.2	67	30.2
15	81.2	68	29.2
16	80.2	69	28.3
17	79.2	70	27.4
18	78.2	71	26.5
19	77.3	72	25.6
20	76.3	73	24.7
21	75.3	74	23.8
22	74.3	75	22.9
23	73.3	76	22.0
24	72.3	77	21.2
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	Divisor	Age	Divisor	Age	Divisor	Age	Divisor
15	67.9	37	46.5	59	26.1	81	9.7
16	66.9	38	45.6	60	25.2	82	9.1
17	66.0	39	44.6	61	24.4	83	8.6
18	65.0	40	43.6	62	23.5	84	8.1
19	64.0	41	42.7	63	22.7	85	7.6
20	63.0	42	41.7	64	21.8	86	7.1
21	62.1	43	40.7	65	21.0	87	6.7
22	61.1	44	39.8	66	20.2	88	6.3
23	60.1	45	38.8	67	19.4	89	5.9
24	59.1	46	37.9	68	18.6	90	5.5
25	58.2	47	37.0	69	17.8	91	5.2
26	57.2	48	36.0	70	17.0	92	4.9
27	56.2	49	35.1	71	16.3	93	4.6
28	55.3	50	34.2	72	15.5	94	4.3
29	54.3	51	33.3	73	14.8	95	4.1
30	53.3	52	32.3	74	14.1	96	3.8
31	52.4	53	31.4	75	13.4	97	3.6
32	51.4	54	30.5	76	12.7	98	3.4
33	50.4	55	29.6	77	12.1	99	3.1
34	49.4	56	28.7	78	11.4	100	2.9
35	48.5	57	27.9	79	10.8	101	2.7
36	47.5	58	27.0	80	10.2		

IRA Beneficiary Options



* RBD defined as "Required Beginning Date," (April 1 following the year a Traditional IRA or Simple IRA holder reached age 70½).

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