

2018 TAX FACTS AT A GLANCE



2018 Income Tax Rate Schedule

If Taxable Income Is:

Over	But Not Over	The Tax Is
------	--------------	------------

Married Filing Jointly

\$0	\$19,050	10%
\$19,050	\$77,400	12%
\$77,400	\$165,000	22%
\$165,000	\$315,000	24%
\$315,000	\$400,000	32%
\$400,000	\$600,000	35%
\$600,000	And Over	37%

Single

\$0	\$9,525	10%
\$9,525	\$38,700	12%
\$38,700	\$82,500	22%
\$82,500	\$157,500	24%
\$157,500	\$200,000	32%
\$200,000	\$500,000	35%
\$500,000	And Over	37%

Married Filing Separately

\$0	\$9,525	10%
\$9,525	\$38,700	12%
\$38,700	\$82,500	22%
\$82,500	\$157,500	24%
\$157,500	\$200,000	32%
\$200,000	\$300,000	35%
\$300,000	And Over	37%

Head of Household

\$0	\$13,600	10%
\$13,600	\$51,800	12%
\$51,800	\$82,500	22%
\$82,500	\$157,500	24%
\$157,500	\$200,000	32%
\$200,000	\$500,000	35%
\$500,000	And Over	37%

Estates and Trusts

\$0	\$2,550	10%
\$2,550	\$9,150	24%
\$9,150	\$12,500	35%
\$12,500	And Over	37%

Corporate Tax Rate 21%

Standard Deductions

Married Filing Jointly	\$24,000
Single	\$12,000
Head of Household	\$18,000
Additional (age 65/older, or blind)	
Married Filing Jointly	\$1,250
Single, not surviving spouse	\$1,550
Child/Dependent Tax Credit	\$2,000
Qualifying Dependent	\$500
Mortgage Interest Deduction on acquisition indebtedness up to \$750,000 for 1st and 2nd homes	
State and Local Tax Deduction Limit	
State and local income and property tax deduction	\$10,000

Alternative Minimum Tax Exemption Report

Married Joint	\$109,400
Single/Head of Household	\$70,300
Married Filing Separately	\$54,700

IRAs

IRA Contribution - Under Age of 50	\$5,500
Age 50 or Older	\$6,500

Phase-Out Range for Deductible IRA Contributions

Married Filing Jointly	\$101,000 - \$121,000
Single/Head of Household	\$63,000 - \$73,000
Married Filing Separately	\$0 - \$10,000

Phase-Out Range for Deducting Spousal IRA

\$189,000 - \$199,000

Phase-Out Range for Roth Contributions Eligibility

Married Filing Jointly	\$189,000 - \$199,000
Single/Head of Household	\$120,000 - \$135,000
Married Filing Separately	\$0 - 10,000

Gift an Estate Tax

Gift and annual exclusion	\$15,000
Estate and gift tax rate	40%
Estate tax exemption	\$11,200,000
Lifetime gift exemption	\$11,200,000
GST exemption	\$11,200,000
Annual exclusion for gifts to non-citizen spouse	\$152,000

Additional Medicare Tax Where Income Exceeds \$200,000 (\$250,000 Married Filing Jointly)

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

Health Care

Eligible Long-Term Care	Deduction Limit
Age 40 or less	\$420
Age 41 to 50	\$780
Age 51 to 60	\$1,560
Age 61 to 70	\$4,160
Ages over 70	\$5,200
Per Diem Limitation for LTC Benefits	\$320

Affordable Care Act :

Monthly penalty for failure to maintain minimum essential coverage: One-twelfth of greater of a flat dollar amount or a percentage of income.

\$695 2.5%

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

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

Education	
Phase Out Range for Interest Deduction	
Married Filing Jointly	\$135,000 - \$165,000
All Others	\$65,000 - \$80,000
Phase Out Range for Lifetime Learning Credits	
Married Filing Jointly	\$114,000 - \$134,000
All Others	\$57,000 - \$67,000
Phase Out Range for Tax-Free Savings Bonds	
Married Filing Jointly	\$119,550 - \$149,550
All Others	\$79,700 - \$94,700

Social Security ³	
Maximum Wage Base	\$128,400
Amount Needed to Earn	
One Credit	\$1,320
Four Credits	\$5,280
Full Retirement Age	66 Years, 0 Months
Social Security Tax Rates	
Employee	7.65%
Employer	7.65%
Self-Employed	15.30%
Maximum Monthly Retirement Benefit at Full Retirement	\$2,788
Cost of Living Adjustment	2.0%
Maximum Earnings (during work years)	\$128,000
Income ⁴ Causing Social Security Benefits to be Taxable	
Married Filing Jointly	
50% taxable	\$32,000
85% taxable	\$44,000
Single	
50% taxable	\$25,000
85% taxable	\$34,000

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 \$17,040. In the year of full retirement age, \$1 in benefits will be lost for every \$3 of earnings in excess of \$45,360 (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.

Average Monthly Retirement Benefit	
	Men \$1,519
	Women \$1,202
Average Monthly Survivor Benefit	
	Men \$1,143
	Women \$1,306

Uniform Life Table ^{5,6}			
Age	Factor	Age	Factor
70	27.4	88	12.7
71	26.5	89	12.0
72	25.6	90	11.4
73	24.7	91	10.8
74	23.8	92	10.2
75	22.9	93	9.6
76	22.0	94	9.1
77	21.2	95	8.6
78	20.3	96	8.1
79	19.5	97	7.6
80	18.7	98	7.1
81	17.9	99	6.7
82	17.1	100	6.3
83	16.3	101	5.9
84	15.5	102	5.5
85	14.8	103	5.2
86	14.1	104	4.9
87	13.4	105	4.5

Single Life Table			
Age	Factor	Age	Factor
39	44.6	57	27.9
40	43.6	58	27.0
41	42.7	59	26.1
42	41.7	60	25.2
43	40.7	61	24.4
44	39.8	62	23.5
45	38.8	63	22.7
46	37.9	64	21.8
47	37.0	65	21.0
48	36.0	66	20.2
49	35.1	67	19.4
50	34.2	68	18.6
51	33.3	69	17.8
52	32.3	70	17.0
53	31.4	71	16.3
54	30.5	72	15.5
55	29.6	73	14.8
56	28.7	74	14.1

- 3. Source: Social Security Administration, www.ssa.gov, 12/20/2017
- 4. Income is most income including muni bond interest but only 1/2 of Social Security.
- 5. A different table (Joint Life and Lost Survivor) may be used if the sole beneficiary is the owner's spouse who is more than 10 years younger than the owner.
- 6. This table is used for calculating required minimum distributions during the owner's lifetime.

Investment advisory services offered through IAMS Wealth Management, an SEC Registered Investment Advisor. Neither IAMS Wealth Management nor its advisors may provide tax or legal advice. Anyone to whom this material is promoted, marketed, or recommended should consult with and rely on their own independent tax and legal advisors regarding their particular situation and the concepts presented herein.

Information contained herein is current as of 12/21/17, subject to legislative changes. This material is provided for informational purposes only and should not be construed as insurance, securities, ERISA, tax, investment or legal advice. Although care has been taken in preparing this material and presenting it accurately, Insurance Agency Marketing Services, Inc. disclaims any express or implied warranty as to the accuracy of any material contained herein and any liability with respect to it. Interested parties must consult and rely solely upon their own independent advisors regarding their particular situation and the concepts presented here.



Gamble Retirement Solutions

250 Garden Lane, Ste. 109 • Beloit, WI 53511

P: 608.322.5824 • www.gambleretirementsolutions.com • E: t.gamble@iamswm.com