

# MAKE TAX TIME LESS TAXING

## 2019 TAX FACTS AT A GLANCE

2019 INCOME TAX RATE SCHEDULE			
IF TAXABLE INCOME IS:			
Over	But Not Over	The Tax Is	Of The Amount Over
MARRIED FILING JOINTLY			
\$0	\$19,400	\$0 + 10%	\$0
\$19,400	\$78,950	\$1,940 + 12%	\$19,400
\$78,950	\$168,400	\$9,086 + 22%	\$78,950
\$168,400	\$321,450	\$28,765 + 24%	\$168,400
\$321,450	\$408,200	\$65,497 + 32%	\$321,450
\$408,200	\$612,350	\$93,257 + 35%	\$408,200
\$612,350	And Over	\$164,709.50 + 37%	\$612,350
SINGLE			
\$0	\$9,700	\$0 + 10%	\$0
\$9,700	\$39,475	\$970 + 12%	\$9,700
\$39,475	\$84,200	\$4,543 + 22%	\$39,475
\$84,200	\$160,725	\$14,382.50 + 24%	\$84,200
\$160,725	\$204,100	\$32,748.50 + 32%	\$160,725
\$204,100	\$510,300	\$46,628.50 + 35%	\$204,100
\$510,300	And Over	\$153,798.50 + 37%	\$510,300
ESTATES AND TRUSTS			
\$0	\$2,600	\$0 + 10%	\$0
\$2,600	\$9,300	\$260 + 24%	\$2,600
\$9,300	\$12,750	\$1,868 + 35%	\$9,300
\$12,750	And Over	\$3,075.50 + 37%	\$12,750

STANDARD DEDUCTIONS	2019	2018
<b>Married Filing Jointly</b>	\$24,400	\$24,000
<b>Head of Household</b>	\$18,350	\$18,000
<b>Single/Married Filing Separately</b>	\$12,200	\$12,000
Additional (Age 65/older, or blind)		
Married Filing Jointly	\$1,300	\$1,300
Single, not surviving spouse	\$1,650	\$1,600

KIDDIE (UNDER AGE 18 WITH UNEARNED INCOME)	2019	2018
First (No Tax)	\$1,100	\$1,050
Next (Child's Rate)	\$1,100	\$1,050
Amounts Over (Estate and Trust Rates)	\$2,200	\$2,100

CHILD TAX CREDIT
\$2,000 per child under age 17 (and \$500 for dependents who aren't a qualifying child; ie college aged or parents claimed as dependents): phases-out \$50 for each \$1,000 of modified AGI over \$400,000 (Married Filing Jointly), \$200,000 (for all other taxpayers)

CORPORATE TAXES 2018 AND 2019
21% of Taxable Income

QUALIFIED BUSINESS INCOME THRESHOLD 2019	
Married Filing Jointly	\$321,400
Single	\$160,700

2018 INCOME TAX RATE SCHEDULE			
IF TAXABLE INCOME IS:			
Over	But Not Over	The Tax Is	Of The Amount Over
MARRIED FILING JOINTLY			
\$0	\$19,050	\$0 + 10%	\$0
\$19,050	\$77,400	\$1,905 + 12%	\$19,050
\$77,400	\$165,000	\$8,907 + 22%	\$77,400
\$165,000	\$315,000	\$28,179 + 24%	\$165,000
\$315,000	\$400,000	\$64,179 + 32%	\$315,000
\$400,000	\$600,000	\$91,379 + 35%	\$400,000
\$600,000	And Over	\$161,379 + 37%	\$600,000
SINGLE			
\$0	\$9,525	\$0 + 10%	\$0
\$9,525	\$38,700	\$952.50 + 12%	\$9,525
\$38,700	\$82,500	\$4,453.50 + 22%	\$38,700
\$82,500	\$157,500	\$14,089.50 + 24%	\$82,500
\$157,500	\$200,000	\$32,089.50 + 32%	\$157,500
\$200,000	\$500,000	\$45,689.50 + 35%	\$200,000
\$500,000	And Over	\$150,689.50 + 37%	\$500,000
ESTATES AND TRUSTS			
\$0	\$2,550	\$0 + 10%	\$0
\$2,550	\$9,150	\$255 + 24%	\$2,550
\$9,150	\$12,500	\$1,839 + 35%	\$9,150
\$12,500	And Over	\$3,011.50 + 37%	\$12,500

EDUCATION INCENTIVES 2019	
AMERICAN OPPORTUNITY TAX CREDIT (FORMERLY HOPE CREDIT)	
100% of first \$2,000 qualified expenses	\$2,000
25% of next \$2,000 qualified expenses	\$500
PHASE-OUTS FOR AMERICAN OPPORTUNITY TAX CREDIT	
Married Filing Jointly	\$160,000 - \$180,000
Others	\$80,000 - \$90,000
LIFETIME LEARNING CREDIT	
20% of Expenses	up to \$2,000
PHASE-OUTS FOR LIFETIME LEARNING CREDITS	
Married Filing Jointly	\$116,000 - \$136,000
Others	\$58,000 - \$68,000

CAPITAL GAINS AND QUALIFIED DIVIDENDS TAXES	
RATES ON QUALIFIED DIVIDENDS AND GAINS FOR ASSETS HELD AT LEAST 12 MONTHS	
MARRIED FILING JOINTLY	2019
Taxable income under \$78,750	0%
Taxable income between \$78,750 - \$488,850	15%
Taxable income over \$488,850	20%
SINGLE	2019
Taxable income under \$39,375	0%
Taxable income between \$39,375 - \$434,550	15%
Taxable income over \$434,550	20%

Not insured by FDIC or any federal government agency. May lose value. Not a deposit or guaranteed by any bank.

ESTATE TAX	
2018 - \$11,180,000 exemption; 40% tax rate	
2019 - \$11,400,000 exemption; 40% tax rate	

GENERATION-SKIPPING TRANSFER TAX	GIFT TAXES
2018 - \$11,180,000 exemption; 40% tax rate	2018 - Annual Gift Tax Exclusion; \$15,000
2019 - \$11,400,000 exemption; 40% tax rate	2019 - Annual Gift Tax Exclusion; \$15,000
	2018 - \$11,180,000 exemption; 40% tax rate
	2019 - \$11,400,000 exemption; 40% tax rate

IRAs	2019	2018
<b>TRADITIONAL OR ROTH IRA CONTRIBUTION</b>	<b>\$6,000</b>	<b>\$5,500</b>
IRA Catch-Up - Age 50 or Older	\$1,000	\$1,000
<b>PHASE-OUT RANGE FOR DEDUCTIBLE CONTRIBUTIONS TO TRADITIONAL IRAs</b>		
Married Filing Jointly	\$103,000 - \$123,000	\$101,000 - \$121,000
Single/Head of Household	\$64,000 - \$74,000	\$63,000 - \$73,000
Married Filing Separately	\$0 - \$10,000	\$0 - \$10,000
<b>PHASE-OUT RANGE FOR NON-COVERED PARTICIPANT WHO HAS A COVERED-PARTICIPANT SPOUSE</b>		
	\$193,000 - \$203,000	\$189,000 - \$199,000
<b>PHASE-OUT RANGE FOR CONTRIBUTIONS TO ROTH IRAs</b>		
Married Filing Jointly	\$193,000 - \$203,000	\$189,000 - \$199,000
Single/Head of Household	\$122,000 - \$137,000	\$120,000 - \$135,000
Married Filing Separately	\$0 - \$10,000	\$0 - \$10,000

QUALIFIED RETIREMENT PLANS (MAXIMUM LIMITS) 2019	
<b>SEP PLAN PARTICIPANT MAXIMUM PERCENTAGE OF COMPENSATION</b>	25%
SEP Plan Per Participant Maximum Dollar Allocation Limit	\$56,000
SEP Minimum Compensation	\$600
<b>SIMPLE IRA AND SIMPLE 401(k) PLANS - EMPLOYEE CONTRIBUTION</b>	\$13,000
SIMPLE IRA Catch-Up - Age 50 or Older	\$3,000
<b>401(k) PLAN/457 PLAN/EXISTING SAR-SEP PLAN - ELECTIVE EMPLOYEE DEFERRAL</b>	\$19,000
401(k) Plan, 457 Plan Catch-Up - Age 50 or Older	\$6,000
<b>403(b) TSA - ELECTIVE EMPLOYEE DEFERRAL</b>	\$19,000
403(b) TSA Catch-Up - Age 50 or Older	\$6,000
403(b) TSA Catch-Up - 15 or More Years of Service With Current Employer	\$3,000
<b>DEFINED CONTRIBUTION PLAN PER PARTICIPANT - MAXIMUM DOLLAR ALLOCATION LIMIT</b>	\$56,000
<b>DEFINED CONTRIBUTION MAXIMUM EMPLOYER PERCENTAGE DEDUCTION LIMIT (OF ELIGIBLE PAYROLL)</b>	25%
<b>DEFINED BENEFIT PLAN MAXIMUM BENEFIT</b>	\$225,000
<b>COVERED COMPENSATION LIMIT</b>	\$280,000
<b>HIGHLY COMPENSATED EMPLOYEE</b>	\$125,000

SOCIAL SECURITY 2019		
YEAR OF BIRTH	FULL RETIREMENT AGE	
1943-1954	66	
1955	66 and 2 months	
1956	66 and 4 months	
1957	66 and 6 months	
1958	66 and 8 months	
1959	66 and 10 months	
1960 and later	67	
Maximum Monthly Benefit for Workers Retiring at Full Retirement Age: \$2,861		
<b>MAXIMUM EARNINGS BEFORE SOCIAL SECURITY BENEFITS ARE REDUCED</b>		
Under Full Retirement Age	\$17,640	
(Lose \$1 for Every \$2 of Earnings)	\$1,470/month	
For Months Before Reaching Full Retirement Age in Given Year:	\$46,920	
(Lose \$1 for Every \$3 of Earnings)	\$3,910/month	
Full Retirement Age	No Limit	
<b>MAXIMUM COMPENSATION SUBJECT TO FICA TAXES</b>		
OASDI (Social Security) Maximum	\$132,900	
HI (Medicare) Maximum	No Limit	
<ul style="list-style-type: none"> <li>OASDI Tax Rate: 12.4% self-employed, 6.2% employee and employer</li> <li>HI Tax Rate: 2.9% self-employed, 1.45% employee and employer</li> </ul>		
<b>BASE AMOUNT OF MODIFIED AGI CAUSING SS BENEFITS TO BE TAXABLE</b>		
<b>2018 and 2019</b>		
	<b>(50% Taxable)</b>	<b>(85% Taxable)</b>
Single	\$25,000 - \$34,000	\$34,000+
Married Filing Jointly	\$32,000 - \$44,000	\$44,000+

REQUIRED MINIMUM DISTRIBUTIONS <sup>1,2</sup>			
AGE	FACTOR	AGE	FACTOR
70	27.4	86	14.1
71	26.5	87	13.4
72	25.6	88	12.7
73	24.7	89	12.0
74	23.8	90	11.4
75	22.9	91	10.8
76	22.0	92	10.2
77	21.2	93	9.6
78	20.3	94	9.1
79	19.5	95	8.6
80	18.7	96	8.1
81	17.9	97	7.6
82	17.1	98	7.1
83	16.3	99	6.7
84	15.5	100	6.3
85	14.8	101	5.9

<sup>1</sup>A different table (Joint Life and Last Survivor) may be used if the sole beneficiary is the owner's spouse who is more than 10 years younger than the owner.

<sup>2</sup>This table is used for calculating required minimum distributions during the owner's lifetime.

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