



### STANDARD DEDUCTION

	2010	2009
MFJ	\$11,400	\$11,400
Single	\$5,700	\$5,700
Head of Household	\$8,400	\$8,350
MFS	\$5,700	\$5,700
Additional Blind or Elderly:		
Single	\$1,400	\$1,400
Married	\$1,100	\$1,100

### PERSONAL EXEMPTIONS

	2010	2009
Deduction for each taxpayer spouse and dependent	\$3,650	\$3,650
Personal exemptions phase-out after these threshold amts:		
Joint or surviving spouse	N/A	\$250,200
Head of Household	N/A	\$208,500
Single	N/A	\$166,800
Married Filing Separately	N/A	\$125,100

\*Under current law, the personal exemptions phaseout is eliminated in 2010

### RETIREMENT PLANS

Type of Plan	2010	2009
IRA's	\$5,000	\$5,000
Section 401(k)	\$16,500	\$16,500
Section 403(b)	\$16,500	\$16,500
Section 408(p)(2)(E) Simple	\$11,500	\$11,500
Section 457(b)(2) limit	\$16,500	\$16,500
Section 415 limit for:		
Defined contribution plans	\$49,000	\$49,000
Defined benefit plans	\$195,000	\$195,000
Highly compensated employees:		
Section 414(q)	\$110,000	\$110,000
FICA taxable wage base		
Social security 6.2% for employees		
12.4% for self-employed	\$106,800	\$106,800
Medicare	no limit	no limit
Age 50 addtl contributions:		
401(k) type plans	\$5,500	\$5,500
SIMPLE's	\$2,500	\$2,500
IRA's	\$1,000	\$1,000

### ROTH IRA'S 2010 & 2009

#### Nondeductible contributions

Qualified tax-free distributions

AGI Phase-outs:

Joint filers	\$167,000	-	\$166,000
Individual filers	\$105,000	-	\$105,000

### CAPITAL GAINS – 2010 & 2009

Holding Period	Top Capital Gains Rates
12 months or less	35%
More than 12 months	15%
Depreciation recapture on real estate	25%
Collectibles and certain small bus. stock	28%

### COVERDELL ESA'S – 2010 & 2009

Contribution limit           \$2,000 per beneficiary

AGI phase-outs:

Joint filers	\$190,000	-	\$220,000
Individual filers	\$95,000	-	\$110,000

Phase-out applies to the contributor, not the beneficiary.

## 2010 INDIVIDUAL INCOME TAX RATES

### MFJ OR SURVIVING SPOUSE

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$0 - \$16,750	10%	\$0
\$16,750 - \$68,000	\$1,675 + 15%	\$16,750
\$68,000 - \$137,300	\$9,363 + 25%	\$68,000
\$137,300 - \$209,250	\$26,688 + 28%	\$137,300
\$209,250 - \$373,650	\$46,834 + 33%	\$209,250
\$373,650 & above	\$101,086 + 35%	\$373,650

### MFS

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$0 - \$8,375	10%	\$0
\$8,375 - \$34,000	\$838 + 15%	\$8,375
\$34,000 - \$68,650	\$4,681 + 25%	\$34,000
\$68,650 - \$104,625	\$13,344 + 28%	\$68,650
\$104,625 - \$186,825	\$23,417 + 33%	\$104,625
\$186,825 & above	\$50,543 + 35%	\$186,825

### SINGLE

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$0 - \$8,375	10%	\$0
\$8,375 - \$34,000	\$838 + 15%	\$8,375
\$34,000 - \$82,400	\$4,681 + 25%	\$34,000
\$82,400 - \$171,850	\$16,781 + 28%	\$82,400
\$171,850 - \$373,650	\$41,827 + 33%	\$171,850
\$373,650 & above	\$108,421 + 35%	\$373,650

### HEAD OF HOUSEHOLD

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$0 - \$11,950	10%	\$0
\$11,950 - \$45,550	\$1,195 + 15%	\$11,950
\$45,550 - \$117,650	\$6,235 + 25%	\$45,550
\$117,650 - \$190,550	\$24,260 + 28%	\$117,650
\$190,550 - \$373,650	\$44,672 + 33%	\$190,550
\$373,650 & above	\$105,095 + 35%	\$373,650

The phase-out of personal exemptions for taxpayers above certain income levels is not reflected in these schedules.

Qualified Dividend Income 15% (0% for lower brackets)



### BUSINESS DEPRECIATION

- 36-Month Assets (Straight-line)
  - Most software
- 3-Year Assets (200% DB)
  - Dies, molds, small tools, certain horses
- 5-Year Assets (200% DB)
  - Autos, computers, typewriters, copiers, many types of equipment, private aircraft
- 7-Year Assets (200% DB)
  - Most manufacturing equipment, office furniture
  - Printing equipment, oil and gas production equip
- 7-Year Assets (150% DB)
  - Farm equipment
- 27.5-Year Assets (Straight-line)
  - Rental houses apartments, low-income housing
- 39-Year Assets (Straight-line)
  - Non-residential buildings

### PERSONAL PROPERTY DEPRECIATION

Percent of Original Depreciable Basis under 200% DB (not applicable for mid-quarter convention)

Recovery yr	3-yr class	5- yr class	7-yr class
1	33.33	20.00	14.29
2	44.45	32.00	24.49
3	14.81	19.20	17.49
4	7.41	11.52	12.49
5		11.52	8.93
6		5.76	8.92
7			8.93
8			4.46

### SECTION 179 EXPENSE

	2010	2009
Maximum expense election	\$134,000	\$250,000
Phase-out threshold	\$530,000	\$800,000

### STANDARD MILEAGE RATE

Use	2010	2009
Business	50	55
Charitable	14	14
Medical	16.5	24
Moving	16.5	24

All numbers are in cents per mile.

### CORPORATION INCOME TAX RATES

Regular Tax					
If Taxable Income is Between	Your tax is		Of Amount Over		
\$0 - \$50,000	15%		\$0		
\$50,001 - \$75,000	\$7,500 +	25%	\$50,000		
\$75,001 - \$100,000	\$13,750 +	34%	\$75,000		
\$100,001 - \$335,000	\$22,250 +	39%	\$100,000		
\$335,001 - \$10,000,000	\$113,900 +	34%	\$335,000		
\$10,000,001 - \$15,000,000	\$3,400,000 +	35%	\$10,000,000		
\$15,000,001 - \$18,333,333	\$5,150,000 +	38%	\$15,000,000		
\$18,333,334 & above	flat	35%			

Personal Service Corporations – 35% flat tax rate  
Capital Gains Tax Rate – same as regular rate

