

## Tax Inflation Numbers

### Standard Deduction

Filing Status	2016	2017
Single	6,300	6,350
MFJ/QW	12,600	12,700
HOH	9,300	9,350
MFS	6,300	6,350

### Additional Standard Deduction (Age 65 or older or Blind)

Filing Status	2016	2017
Single	1,550	1,550
MFJ/QW	1,250	1,250
HOH	1,550	1,550
MFS	1,250	1,250

### Standard Deduction Dependent

Greater of	2016	2017
EI + ?	350	350
Flat Amount	1,050	1,050

### Personal/Dependent Exemption

2016	2017
4,050	4,050

### Phase out of Exemption (begins in 2013)

Filing Status	2016		2017	
	Beginning	End	Beginning	End
Single	259,400	381,900	261,500	384,000
MFJ/QW	311,300	433,800	313,800	436,300
HOH	285,350	407,850	287,650	410,150
MFS	155,650	216,900	156,900	218,150

The total amount of exemption that may be claimed by a taxpayer are reduced or phased out by 2% for each \$2,500 (or fraction thereof) that a taxpayer's AGI exceeds the threshold amount. (In the case of a MFS the phase out is 2% for each \$1,250)

**Phase out of Itemized Deductions (begins in 2013)**

<b>Filing Status</b>	<b>2016</b>	<b>2017</b>
Single	259,400	261,500
MFJ/QW	311,300	313,800
HOH	285,350	287,650
MFS	155,650	156,900

The total amount of itemized deductions that may be claimed by a taxpayer are reduced or phased out by the amount by which the taxpayer's AGI exceeds the threshold amount. However, the amount of itemized deduction is not reduced by more than 80%. In addition, medical expenses, investment interest expense, casualty losses, and gambling losses are not phased out.

**Kiddie Tax Threshold**

<b>2016</b>	<b>2017</b>
2,100	2,100

**Child Tax Credit**

	<b>2016</b>	<b>2017</b>
Maximum Credit	1,000	1,000
Refundability %	15%	15%
Of income in excess of	3,000	3,000

**MAGI Phaseout Threshold for Child Tax Credit**

	<b>2016</b>	<b>2017</b>
Single	75,000	75,000
MFJ/QW	110,000	110,000
MFS	55,000	55,000

**Adoption Credit**

	<b>2016</b>	<b>2017</b>
Credit	13,460	13,570
MAGI Phaseout	201,920 – 241,920	203,540 – 243,540

**Earned Income Credit 2016**

<b>ITEM</b>	<b>ONE</b>	<b>TWO</b>	<b>THREE</b>	<b>NONE</b>
Earned Income Amount	\$9,920	\$13,930	\$13,930	\$6,610
Maximum Amount of Credit	\$3,373	\$5,572	\$6,269	\$506
Threshold Phaseout (S/SS/HOH)	\$18,190	\$18,190	\$18,190	\$8,270
Completed Phaseout (S/SS/HOH)	\$39,296	\$44,648	\$47,955	\$14,880
Threshold Phaseout (MFJ)	\$23,740	\$23,740	\$23,740	\$13,820
Completed Phaseout (MFJ)	\$44,846	\$50,198	\$53,305	\$20,430

**Earned Income Credit 2017**

<b>ITEM</b>	<b>ONE</b>	<b>TWO</b>	<b>THREE</b>	<b>NONE</b>
Earned Income Amount	10,000	14,040	14,040	6,670
Maximum Amount of Credit	3,400	5,616	6,318	510
Threshold Phaseout (S/SS/HOH)	18,340	18,340	18,340	8,340
Completed Phaseout (S/SS/HOH)	39,617	45,007	48,340	15,010
Threshold Phaseout (MFJ)	23,930	23,930	23,930	13,930
Completed Phaseout (MFJ)	45,207	50,597	53,930	20,600

**Section 179 Expensing**

	<b>2016</b>	<b>2017</b>
Expense Limit	500,000	510,000
Phaseout	2,010,000	2,030,000

**Mileage Rate (per mile)**

	<b>2016</b>	<b>2017</b>
Business	.54	.535
Charitable	.14	.14
Moving	.19	.17
Medical	.19	.17

**Employer Provided Education Assistance**

<b>2016</b>	<b>2017</b>
5,250	5,250

**Qualified Transportation - monthly**

	<b>2016</b>	<b>2017</b>
Commuter Vehicle and Transit Pass	255	255
Qualified Parking	255	255
Bicycle	20	20

**Foreign Earned Income Exclusion**

<b>2016</b>	<b>2017</b>
101,300	102,100

**1244 Loss limit**

	<b>2016</b>	<b>2017</b>
Single	50,000	50,000
MFJ	100,000	100,000

**Rental Real Estate Individual Exception (\$25,000)**

<b>2016</b>	<b>2017</b>
100,000	100,000

**Failure to File Minimum**

<b>2016</b>	<b>2017</b>
135	

**AMT Exemption Amounts**

<b>Filing Status</b>	<b>2016</b>	<b>2017</b>
Single	53,900	54,300
MFJ/QW	83,800	84,500
HOH	53,900	54,300
MFS	41,900	42,250
Estate & Trusts	23,900	24,100

**Phaseout of AMT Exemption Amounts**

<b>Filing Status</b>	<b>2016</b>	<b>2017</b>
Single	119,700 – 335,300	120,700 – 337,900
MFJ/QW	159,700 – 494,900	160,900 – 498,900
HOH	119,700 – 335,300	120,700 – 337,900
MFS	79,850 – 247,450	80,450 – 249,450

Reduction is \$1 for every \$4 over AMTI

**AMT 28% Rate Starts at (26% applies for amounts below)**

<b>Filing Status</b>	<b>2016</b>	<b>2017</b>
All others	186,300	187,800
MFS	93,150	93,900

**Trust & Estate Income Tax Rates 2016**

<b>Over</b>	<b>But not over</b>	<b>Pay</b>	<b>%</b>	<b>Of amount over</b>
0	2,550	0	0.15	0
2,550	5,950	382.50	0.25	2,550
5,950	9,050	1,232.50	0.28	5,950
9,050	12,400	2,100.50	0.33	9,050
12,400		3,206.00	0.396	12,400

**Trust & Estate Income Tax Rates 2017**

<b>Over</b>	<b>But not over</b>	<b>Pay</b>	<b>%</b>	<b>Of amount over</b>
0	2,550		0.15	0
2,550	6,000	382.50	0.25	2,550
6,000	9,150	1,245.00	0.28	6,000
9,150	12,500	2,127.00	0.33	9,150
12,500		3,232.50	0.396	12,500

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**Income Tax Rates 2016**
**Single**

Over	But not over	Pay	%	Of amount over
-	9,275.00	-	0.10	-
9,275.00	37,650.00	927.50	0.15	9,275.00
37,650.00	91,150.00	5,183.75	0.25	37,650.00
91,150.00	190,150.00	18,558.75	0.28	91,150.00
190,150.00	413,350.00	46,278.75	0.33	190,150.00
413,350.00	415,050.00	119,934.75	0.35	413,350.00
415,050.00		120,529.75	0.396	415,050.00

**Married Filing Joint/Qualifying Widow**

Over	But not over	Pay	%	Of amount over
-	18,550.00	-	0.10	-
18,550.00	75,300.00	1,855.00	0.15	18,550.00
75,300.00	151,900.00	10,367.50	0.25	75,300.00
151,900.00	231,450.00	29,517.50	0.28	151,900.00
231,450.00	413,350.00	51,791.50	0.33	231,450.00
413,350.00	466,950.00	111,818.50	0.35	413,350.00
466,950.00		130,578.50	0.396	466,950.00

**Head of House Hold**

Over	But not over	pay	%	Of amount over
-	13,250.00	-	0.10	-
13,250.00	50,400.00	1,325.00	0.15	13,250.00
50,400.00	130,150.00	6,897.50	0.25	50,400.00
130,150.00	210,800.00	26,835.00	0.28	130,150.00
210,800.00	413,350.00	49,417.00	0.33	210,800.00
413,350.00	441,000.00	116,258.50	0.35	413,350.00
441,000.00		125,936.00	0.396	441,000.00

**Married Filing Separate**

Over	But not over	pay	%	Of amount over
-	9,275.00	-	0.10	-
9,275.00	37,650.00	927.50	0.15	9,275.00
37,650.00	75,950.00	5,183.75	0.25	37,650.00
75,950.00	115,725.00	14,758.75	0.28	75,950.00
115,725.00	206,675.00	25,895.75	0.33	115,725.00
206,675.00	233,475.00	55,909.25	0.35	206,675.00
233,475.00		65,289.25	0.396	233,475.00

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**Income Tax Rates 2017**
**Single**

Over	But not over	Pay	%	Of amount over
0	9,325		0.10	0
9,325	37,950	932.50	0.15	9,325
37,950	91,900	5,226.25	0.25	37,950
91,900	191,650	18,713.75	0.28	91,900
191,650	416,700	46,643.75	0.33	191,650
416,700	418,400	120,910.25	0.35	416,700
418,400		121,505.25	0.396	418,400

**Married Filing Joint/Qualifying Widow**

Over	But not over	Pay	%	Of amount over
0	18,650		0.10	0
18,650	75,900	1,865.00	0.15	18,650
75,900	153,100	10,452.50	0.25	75,900
153,100	233,350	29,752.50	0.28	153,100
233,350	416,700	52,222.50	0.33	233,350
416,700	470,700	112,728.00	0.35	416,700
470,700		131,628.00	0.396	470,700

**Head of House Hold**

Over	But not over	pay	%	Of amount over
0	13,350		0.10	0
13,350	50,800	1,335.00	0.15	13,350
50,800	131,200	6,952.50	0.25	50,800
131,200	212,500	27,052.50	0.28	131,200
212,500	416,700	49,816.50	0.33	212,500
416,700	444,550	117,202.50	0.35	416,700
444,550		126,950.00	0.396	444,550

**Married Filing Separate**

Over	But not over	pay	%	Of amount over
0	9,325		0.10	0
9,325	37,950	932.50	0.15	9,325
37,950	76,550	5,226.25	0.25	37,950
76,550	116,675	14,876.25	0.28	76,550
116,675	208,350	26,111.25	0.33	116,675
208,350	235,350	56,364.00	0.35	208,350
235,350		65,814.00	0.396	235,350

## Retirement Inflation Numbers

	<b>2016</b>	<b>2017</b>
Covered Comp Limit	265,000	270,000
DB Max Benefit	210,000	215,000
DC Max Contribution	53,000	54,000
Employee Deferral Limit		
• 401(k)/403(b)	18,000	18,000
• 457 Deferral Limit	18,000	18,000
• SIMPLE	12,500	12,500
• IRA Contribution Limit	5,500	5,500
Catch Up		
• 401(k)/403(b)	6,000	6,000
• 457	6,000	6,000
• SIMPLE	3,000	3,000
• IRA	1,000	1,000
Highly Comp		
Greater than 5% owner	All	All
Compensation	120,000	120,000
Key Employee		
Greater than 5% owner	All	All
>1% owner with Comp > than	150,000	150,000
Officer with Comp > than	170,000	175,000
ESOP 5 year distribution period	1,070,000	1,080,000
Amount to determine lengthening 5 years	210,000	215,000
SEP Min Earnings	600	600
Social Security		
• Wage Base (6.2%)	118,500	127,200
• Medicare (1.45%)	All	All
• Excess Medicare tax (0.9%)*	200/250 MFJ	200/250 MFJ
• Max Monthly Benefit	2,639	2,687
• Quarter of Coverage	1,260	1,300
Disability Thresholds		
• Max Earnings – Blind monthly	1,820	1,950
• Max Earnings – Not Blind monthly	1,130	1,170
• Trial Work Period (TWP)	810	840



	2016	2017
PBGC Annual Benefit @65	60,136	64,432
PBGC Annual Premium		
• Single ER Plan – flat per person	64	69
• Multi ER Plan - flat per person	27	28
• Variable – per 1,000 of unfunded vested benefits	30	34
○ Cap per person	500	517
Social Security Earnings Test – Yr		
• Under Full Retirement Age	15,720	16,920
• Year of Full Retirement Age	41,880	44,880
Cafeteria Plan – Health FSA	2,550	2,600
Saver’s Credit		
• MFJ	61,500	62,000
• HOH	46,125	46,500
• MFS/S	30,750	31,000

\* Also, as of January 2013, individuals with earned income of more than \$200,000 (\$250,000 for married couples filing jointly) pay an additional 0.9 percent in Medicare taxes.

### Traditional IRA Limitations

Taxpayer and spouse are not an active participant	Taxpayer(s) is/are an active participant in a qualified plan		Taxpayer is NOT an active participant, but taxpayer’s spouse is active
No AGI Limit	Single	AGI Phaseout	
		\$61 - \$71 (2016) \$62k - \$72k (2017)	
	MFJ	AGI Phaseout	AGI Phaseout
		\$98- \$118 (2016) \$99k - \$119k (2017)	\$184 - \$194 (2016) \$186k - \$196k (2017)

### Roth IRA Limitations

Filing Status	2016	2017
Single	117,000 – 132,000	118,000 – 133,000
MFJ	184,000 – 194,000	186,000 – 196,000
MFS	0 – 10,000	0 – 10,000

## Estate Inflation Numbers

	<b>2016</b>	<b>2017</b>
Annual Gift tax Exclusion	14,000	14,000
Non US Citizen annual gift exclusion	148,000	149,000
Gift/Estate Credit Amount	2,125,800	2,141,800
Gift/Estate Exclusion Amount	5,450,000	5,490,000
Max Gift & Estate Rate	40%	40%
GSTT exemption	5,450,000	5,490,000
Estate Installments	1,480,000	1,490,000
• Amount @ 2%	592,000*	596,000*
Special Use Valuation	1,110,000	1,120,000

\*Calculation (1,490,000 x 40%)

## Tax Rates

Taxable Gifts/Estate are...	Then The Tentative Gift/Estate Tax Equals...
Over \$0 but not over \$10,000	18% of such amount
Over \$10,000 but not over \$20,000	\$1,800 plus 20% of the excess of such amount over \$10,000
Over \$20,000 but not over \$40,000	\$3,800 plus 22% of the excess of such amount over \$20,000
Over \$40,000 but not over \$60,000	\$8,200 plus 24% of the excess of such amount over \$40,000
Over \$60,000 but not over \$80,000	\$13,000 plus 26% of the excess of such amount over \$60,000
Over \$80,000 but not over \$100,000	\$18,200 plus 28% of the excess of such amount over \$80,000
Over \$100,000 but not over \$150,000	\$23,800 plus 30% of the excess of such amount over \$100,000
Over \$150,000 but not over \$250,000	\$38,800 plus 32% of the excess of such amount over \$150,000
Over \$250,000 but not over \$500,000	\$70,800 plus 34% of the excess of such amount over \$250,000
Over \$500,000 but not over \$750,000	\$155,800 plus 37% of the excess of such amount over \$500,000
Over \$750,000 but not over \$1,000,000	\$248,300 plus 39% of the excess of such amount over \$750,000
Over \$1,000,000	\$345,800 plus 40% of the excess of such amount over \$1,000,000

## Fundamentals Inflation Numbers

### Student Loan Interest Deduction (2,500)

	2016	2017
	MAGI Phaseout	
Single	65,000 – 80,000	65,000 – 80,000
MFJ/QW	130,000 – 160,000	135,000 – 165,000

### Lifetime Learning Credit

	2016	2017
	MAGI Phaseout	
Single	56,000 – 66,000	56,000 – 66,000
MFJ/QW	111,000 – 131,000	112,000 – 132,000

20% of the first \$10,000 of qualified higher education expenses

### American Opportunity Credit/Hope Scholarship Credit

	2016	2017
Max Credit	2,500	2,500
	MAGI Phaseout	
Single	80,000 – 90,000	80,000 – 90,000
MFJ/QW	160,000 – 180,000	160,000 – 180,000

100% of the first \$2,000 of qualified tuition expenses plus 25% of the next \$2,000 for the first four years of post-secondary education.

### US Savings Bond Interest Exclusion

	2016	2017
	MAGI Phaseout	
Single	77,550 - 92,550	78,150 – 93,150
MFJ/QW	116,300 - 146,300	117,250 – 147,250

### Coverdell Education Savings Account (\$2,000)

	2016	2017
	MAGI Phaseout	
Single	95,000 – 110,000	95,000 – 110,000
MFJ/QW	190,000 – 220,000	190,000 – 220,000

**Eligible Long-Term Care Premiums**

<b>Attained Age Before Year End</b>	<b>2016</b>	<b>2017</b>
40 or less	390	410
>40 and ≤ 50	730	770
>50 and ≤ 60	1,460	1,530
>60 and ≤ 70	3,900	4,090
> 70	4,870	5,110

**Archer Medical Savings Accounts**

	<b>2016</b>	<b>2017</b>
<b>Self Only Coverage</b>		
• Deductible not less than	2,250	2,250
• And not more than	3,350	3,350
• Annual out of pocket expense does not exceed	4,450	4,500
<b>Family Coverage</b>		
• Deductible not less than	4,450	4,500
• And not more than	6,700	6,750
• Annual out of pocket expense does not exceed	8,150	8,250

**Health Savings Accounts**

	<b>2016</b>	<b>2017</b>
<b>Self Only Coverage</b>		
• Deductible not less than	1,300	1,300
• Annual out of pocket expense does not exceed	6,550	6,550
• Annual Contribution	3,350	3,400
<b>Family Coverage</b>		
• Deductible not less than	2,600	2,600
• Annual out of pocket expense does not exceed	13,100	13,100
• Annual Contribution	6,750	6,750
<b>Catch up for 55 or older</b>	1,000	1,000

**Medicare**

	<b>2016</b>	<b>2017</b>
<b>Part A</b>		
Deductible per benefit period (days 1-60)	1,288	1,316
Coinsurance per day (days 61 – 90)	322	329
Coinsurance per day (days 91 – 150)**Lifetime reserve days	644	658
Skilled Nursing coinsurance (days 21-100)	161	164.50
Hospital Insurance Premiums per month	411	413
<b>Part B</b>		
Deductible per year	166	183
Monthly Premium*	104.90	134

\* May vary depending on income.

**Social Security Maximum Family Benefit****2016**

- (a) 150 percent of the first \$1,093 of the worker's PIA, plus
- (b) 272 percent of the worker's PIA over \$1,093 through \$1,578, plus
- (c) 134 percent of the worker's PIA over \$1,578 through \$2,058, plus
- (d) 175 percent of the worker's PIA over \$2,058.

**2017**

- (a) 150 percent of the first \$1,131 of the worker's PIA, plus
- (b) 272 percent of the worker's PIA over \$1,131 through \$1,633, plus
- (c) 134 percent of the worker's PIA over \$1,633 through \$2,130, plus
- (d) 175 percent of the worker's PIA over \$2,130.

**Social Security PIA****2016**

Sum of three separate percentages of the AIME

- (a) 90% of the first \$856
- (b) 32% of the AIME over \$856 and less than \$5,157
- (c) 15% of the AIME that exceeds \$5,157

Maximum PIA = \$2,639 at Normal Retirement Age

Calculated at age 62

**2017**

Sum of three separate percentages of the AIME

- (a) 90% of the first \$885
- (b) 32% of the AIME over \$885 and less than \$5,336
- (c) 15% of the AIME that exceeds \$5,336

Maximum PIA = \$2,687 at Normal Retirement Age

Calculated at age 62