

Tax Brackets

Taxable income (i.e., income minus deductions and exemptions) by filing status:

Married, Joint

\$0 – \$18,150	10%
\$18,151 – \$73,800	15%
\$73,801 – \$148,850	25%
\$148,851 – \$226,850	28%
\$226,851 – \$405,100	33%
\$405,101 – \$457,600	35%
Over \$457,600	39.6%

Single

\$0 – \$9,075	10%
\$9,076 – \$36,900	15%
\$36,901 – \$89,350	25%
\$89,351 – \$186,350	28%
\$186,351 – \$405,100	33%
\$405,101 – \$406,750	35%
Over \$406,750	39.6%

Married, Filing Separately

\$0 – \$9,075	10%
\$9,076 – \$36,900	15%
\$36,901 – \$74,425	25%
\$74,426 – \$113,425	28%
\$113,426 – \$202,550	33%
\$202,551 – \$228,800	35%
Over \$228,800	39.6%

Single, Head of Household

\$0 – \$12,950	10%
\$12,951 – \$49,400	15%
\$49,401 – \$127,550	25%
\$127,551 – \$206,600	28%
\$206,601 – \$405,100	33%
\$405,101 – \$432,200	35%
Over \$432,200	39.6%

Estates and Trusts

\$0 – \$2,500	15%
\$2,501 – \$5,800	25%
\$5,801 – \$8,900	28%
\$8,901 – \$12,150	33%
Over \$12,150	39.6%

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, joint	\$12,400
Single	\$6,200
Married, filing separately	\$6,200
Head of household	\$9,100
Blind or over 65: add \$1,200 if married, \$1,550 if single or head of household	

Itemized Deduction and Personal Exemption Phaseout Begins

Married, joint	\$305,050
Single	\$254,200
Married, separate	\$152,525
Head of household	\$279,650

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

Additional tax on Excess of earned income ¹	0.9%
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Additional tax on Net investment income ²	3.8%
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Personal Exemption: \$3,950

Alternative Minimum Tax Exemption Amount

Married, joint	\$82,100
Single, HOH ³	\$52,800
Married, filing separately	\$41,050

Long-term Capital Gains and Qualified Dividend Rates

10% and 15% brackets	0%
25%, 28%, 33% and 35% brackets	15%
39.6% bracket	20%
Capital gains on collectibles	28%
Unrecaptured 1250 depreciation	25%

IRA and Pension Plan Limits

IRA Contribution

Under age 50	\$5,500
Age 50 and over	\$6,500

Phaseout for Deducting IRA Contribution

Joint	\$96,000 – \$116,000 AGI ⁴
Single, HOH	\$60,000 – \$70,000 AGI
Married, filing separately	\$0 – \$10,000 AGI

Phaseout for Deducting Spousal IRA

\$181,000 – \$191,000 AGI

Phaseout for Roth Contribution Eligibility

Joint	\$181,000 – \$191,000 MAGI ⁵
Single, HOH	\$114,000 – \$129,000 MAGI
Married, filing separately	\$0 – \$10,000 MAGI

SEP contribution

Up to 25% of compensation, limit \$52,000	
Compensation to participate in SEP	\$550

SIMPLE Elective Deferral

Under age 50	\$12,000
Age 50 and over	\$14,500
401(k), 403(b) ⁶ ; 457 and SARSEP elective deferral under age 50	\$17,500
401(k), 403(b) ⁶ ; 457 ⁷ and SARSEP elective deferral age 50 and over	\$23,000
Annual defined contribution limit	\$52,000

Annual defined benefit limit	\$210,000
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Highly compensated employee makes	\$115,000
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Key employee in top-heavy plan makes	\$170,000
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Annual compensation taken into account for qualified plans	\$260,000
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Retirement Tax Credit: A percentage tax credit for an IRA, 401(k), 403(b) ⁸ or 457 ⁷ plan contribution, in addition to deduction or exclusion, if:	
Married, joint	Below \$60,000 MAGI
Head of household	Below \$45,000 MAGI
Single; Married, separate	Below \$30,000 MAGI

Kiddie Tax Exemption: \$2,000

Gift and Estate Tax

Gift tax annual exclusion	\$14,000
Estate/gift tax rate	40%
Estate tax exemption	\$5,340,000
Lifetime gift exemption	\$5,340,000
GST ⁸ exemption	\$5,340,000
Annual exclusion for gifts to noncitizen spouse	\$145,000

Health Care

Eligible Long-Term Care	Deduction Limit
Age 40 or less	\$370
Ages 41 to 50	\$700
Ages 51 to 60	\$1,400
Ages 61 to 70	\$3,720
Ages over 70	\$4,660
Per Diem Limitation for LTC Benefits	\$330

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

2014	\$ 95	1.0%
2015	\$325	2.0%
2016	\$695	2.5%

Household maximum is 3 times the flat dollar amount.

Income is household income reduced by standard deductions and personal exemptions.

Education

Coverdell Education Savings Account	
Annual contribution limit	\$2,000
Coverdell contribution eligibility phaseout	
Single	\$95,000 – \$110,000
Married, joint	\$190,000 – \$220,000
Student loan interest deduction limit	\$2,500
Interest deduction phaseout	
Single	\$65,000 – \$80,000 MAGI
Married, joint	\$130,000 – \$160,000 MAGI
Phaseout of Lifetime Learning Credits	
Single, head of household	\$4,000 – \$6,000
Married, joint	\$108,000 – \$128,000

Tax-free savings bonds interest phaseout	
Single	\$76,000 – \$91,000 MAGI
Married, joint	\$113,950 – \$143,950

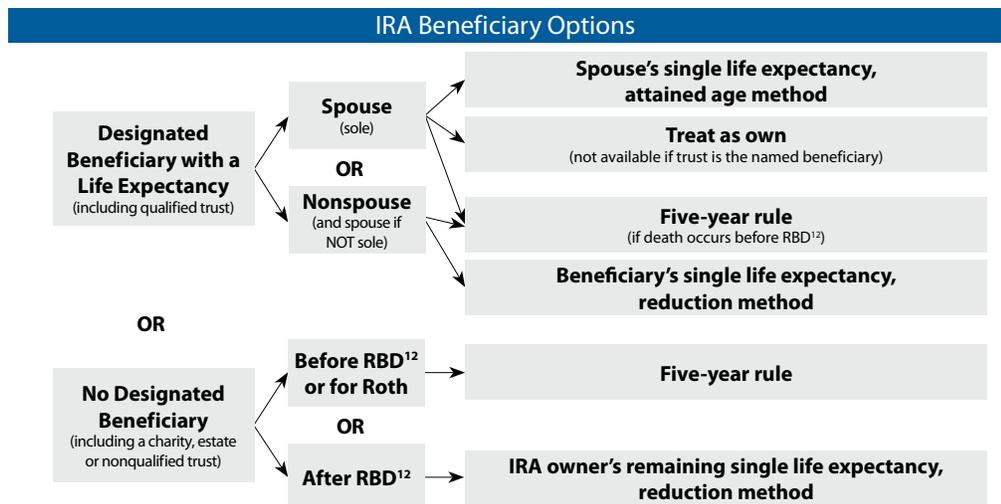
- Total Employee Medicare Tax is 1.45% + 0.9% = 2.35%.
- Including interest, dividends, capital gains and annuity distributions.
- Head of Household.
- Adjusted Gross Income.
- Modified Adjusted Gross Income.
- Special increased limit may apply to certain 403(b) contributors with 15 or more years of service.
- 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.
- Generation Skipping Transfer.

Social Security ⁹	
Maximum Wage Base	\$117,000
Amount Needed to Earn One Credit	\$1,200
Amount Needed to Earn Four Credits	\$4,800
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 Age	\$2,642
Family Maximum	\$3,963
Cost of Living Adjustment	1.5%
Maximum earnings (during work years) subject to FICA tax	\$117,000
Income ¹⁰ (in Retirement) Causing Social Security Benefits to be Taxable	
Married, joint	
50% taxable	\$32,000 – \$44,000 MAGI
85% taxable	Over \$44,000 MAGI
Single	
50% taxable	\$25,000 – \$34,000 MAGI
85% taxable	Over \$34,000 MAGI
Average Monthly Benefit (Dec. 2012) ¹¹	
Average Monthly Retirement Benefit	
Men	\$1,417
Women	\$1,103
Average Monthly Survivor Benefit	
Men	\$1,057
Women	\$1,218

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 \$15,480. In the year of full retirement age, \$1 in benefits will be lost for every \$3 of earnings in excess of \$41,400 (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
55	41.6	78	20.3
56	40.7	79	19.5
57	39.7	80	18.7
58	38.7	81	17.9
59	37.8	82	17.1
60	36.8	83	16.3
61	35.8	84	15.5
62	34.9	85	14.8
63	33.9	86	14.1
64	33.0	87	13.4
65	32.0	88	12.7
66	31.1	89	12.0
67	30.2	90	11.4
68	29.2	91	10.8
69	28.3	92	10.2
70	27.4	93	9.6
71	26.5	94	9.1
72	25.6	95	8.6
73	24.7	96	8.1
74	23.8	97	7.6
75	22.9	98	7.1
76	22.0	99	6.7
77	21.2	100	6.3

Single Life Table			
Use to calculate Minimum Required Distributions from IRAs and qualified plans after owner's death. See IRS Pub. 590 for complete table of ages 0 through 111+.			
Age	Multiple	Age	Multiple
39	44.6	63	22.7
40	43.6	64	21.8
41	42.7	65	21.0
42	41.7	66	20.2
43	40.7	67	19.4
44	39.8	68	18.6
45	38.8	69	17.8
46	37.9	70	17.0
47	37.0	71	16.3
48	36.0	72	15.5
49	35.1	73	14.8
50	34.2	74	14.1
51	33.3	75	13.4
52	32.3	76	12.7
53	31.4	77	12.1
54	30.5	78	11.4
55	29.6	79	10.8
56	28.7	80	10.2
57	27.9	81	9.7
58	27.0	82	9.1
59	26.1	83	8.6
60	25.2	84	8.1
61	24.4	85	7.6
62	23.5	86	7.1



⁹ Source: Social Security Administration.

¹⁰ Income is most income including muni bond interest but only 1/2 of Social Security.

¹¹ Source: Fast Facts and Figures about Social Security, 2013.

¹² "Required Beginning Date" (RBD) is April 1 following the year a Traditional IRA or Simple IRA holder reached age 70½.

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