

# Tax Facts and Figures



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## 2017 Federal Tax Rate Schedules

### Single Taxable Income

\$ 0 to 9,325	× 10.0%	minus	\$ 0.00	= Tax
9,326 to 37,950	× 15.0%	minus	466.25	= Tax
37,951 to 91,900	× 25.0%	minus	4,261.25	= Tax
91,901 to 191,650	× 28.0%	minus	7,018.25	= Tax
191,651 to 416,700	× 33.0%	minus	16,600.75	= Tax
416,701 to 418,400	× 35.0%	minus	24,934.75	= Tax
418,401 and over	× 39.6%	minus	44,181.15	= Tax

### MFJ or QW Taxable Income

\$ 0 to 18,650	× 10.0%	minus	\$ 0.00	= Tax
18,651 to 75,900	× 15.0%	minus	932.50	= Tax
75,901 to 153,100	× 25.0%	minus	8,522.50	= Tax
153,101 to 233,350	× 28.0%	minus	13,115.50	= Tax
233,351 to 416,700	× 33.0%	minus	24,783.00	= Tax
416,701 to 470,700	× 35.0%	minus	33,117.00	= Tax
470,701 and over	× 39.6%	minus	54,769.20	= Tax

### MFS Taxable Income

\$ 0 to 9,325	× 10.0%	minus	\$ 0.00	= Tax
9,326 to 37,950	× 15.0%	minus	466.25	= Tax
37,951 to 76,550	× 25.0%	minus	4,261.25	= Tax
76,551 to 116,675	× 28.0%	minus	6,557.75	= Tax
116,676 to 208,350	× 33.0%	minus	12,391.50	= Tax
208,351 to 235,350	× 35.0%	minus	16,558.50	= Tax
235,351 and over	× 39.6%	minus	27,384.60	= Tax

### HOH Taxable Income

\$ 0 to 13,350	× 10.0%	minus	\$ 0.00	= Tax
13,351 to 50,800	× 15.0%	minus	667.50	= Tax
50,801 to 131,200	× 25.0%	minus	5,747.50	= Tax
131,201 to 212,500	× 28.0%	minus	9,683.50	= Tax
212,501 to 416,700	× 33.0%	minus	20,308.50	= Tax
416,701 to 444,550	× 35.0%	minus	28,642.50	= Tax
444,551 and over	× 39.6%	minus	49,091.80	= Tax

## 2017 Personal Exemptions

The personal exemption per person is ..... \$4,050

Personal exemptions phaseout with the following AGI amounts:

	<i>AGI Beginning of Phaseout</i>	<i>AGI Completed Phaseout</i>
MFJ and QW.....	\$313,800	\$436,300
HOH.....	\$287,650	\$410,150
Single.....	\$261,500	\$384,000
MFS.....	\$156,900	\$218,150

## 2017 Standard Deduction

The basic standard deduction for 2017 is:

Single or MFS .....	\$6,350
MFJ or QW.....	\$12,700
HOH.....	\$9,350

**Age 65 and/or blind.** The additional amounts for age 65 or older and/or blind, per person, per event in 2017 are:

MFJ, QW, or MFS.....	\$1,250
Single or HOH .....	\$1,550

**Dependent.** The standard deduction in 2017 for an individual who may be claimed as a dependent by another taxpayer cannot exceed the greater of \$1,050, or earned income plus \$350.

## 2017 Itemized Deduction Phaseout

Itemized deductions begin to phase out when modified AGI reaches:

MFJ, QW .....	\$313,800
HOH.....	\$287,650
Single.....	\$261,500
MFS.....	\$156,900



# Tax Facts and Figures

## Social Security Highlights

Employee's portion of FICA	2017	2016	2015
Maximum earnings subject to Social Security tax (Medicare no limit)	\$127,200	\$118,500	\$118,500
Social Security tax rate	6.20%	6.20%	6.20%
Medicare tax rate*	1.45%	1.45%	1.45%
Maximum Social Security tax	\$7,886.40	\$7,347.00	\$7,347.00

\* Plus 0.9% on wages above threshold amount, plus 3.8% on unearned income above threshold amount.

## 2017 Tax Rates: Capital Gain and Dividend Income

If income is...	Maximum %	If asset is held...
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain for taxpayers subject to the top tax rate of 39.6%	20%	More than 1 year
Long-term capital gain for taxpayers subject to a regular tax rate of 25% or higher, up to the rate below the top rate	15%	More than 1 year
Long-term capital gain for taxpayers subject to a regular tax rate of 10% or 15%	0%	More than 1 year
Qualified dividend income for taxpayers subject to the top tax rate of 39.6%	20%	More than 1 year
Qualified dividend income for taxpayers subject to a regular tax rate of 25% or higher, up to the rate below the top rate	15%	More than 60 days
Qualified dividend income for taxpayers subject to a regular tax rate of 10% or 15%	0%	More than 60 days
Ordinary dividend income	39.6%	60 days or less
Short-term capital gain	39.6%	1 year or less

**Note:** Add 3.8% to the above rates for the net investment income tax for income above \$250,000 MFJ, \$125,000 MFS, and \$200,000 all other filing statuses.

## Other Taxes

### 0.9% Additional Medicare Tax on Wages Income Threshold Amounts

Filing Status..... S, HOH, QW..... MFJ..... MFS	
Threshold Amount..... \$200,000..... \$250,000..... \$125,000	

### 3.8% Net Investment Income Tax Threshold Amounts (NIIT)

Filing Status..... S, HOH..... MFJ, QW..... MFS	
Threshold Amount..... \$200,000..... \$250,000..... \$125,000	

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## Business Expenses

<b>2017 Standard Mileage Rate Per Mile</b>	<b>2017 Standard Deduction for Meals—High Low Method (Per Day)</b>
Business.....53.5¢	High cost localities.....\$68
Medical and moving.....17.0¢	All other localities.....\$57
Charitable.....14.0¢	Transportation workers.....\$63
Depreciation.....25.0¢	
<b>Section 179 Expense Limits</b>	<b>Qualified Transportation Benefits</b>
Regular 179 limits.....\$510,000	Commuter benefits
SUV limits.....\$25,000	(per month).....\$255
Investment phaseout begins.....\$2,030,000	Parking benefits (per month).....\$255

## 2017 Retirement Plan Limits

<b>401(k)/403(b) Deferral Limits</b>	<b>Roth IRA Phaseout Range</b>
Under age 50.....\$18,000	MFJ.....186,000–196,000
Age 50 and over.....\$24,000	Single, HOH.....118,000–133,000
<b>IRA Contribution Limits</b>	MFS.....0–10,000
Under age 50.....\$5,500	<b>SIMPLE Deferral Limits</b>
Age 50 and over.....\$6,500	Under age 50.....\$12,500
<b>IRA Deduction Phaseout Range for Active Participation in Employer Plan</b>	Age 50 and over.....\$15,500
MFJ.....99,000–119,000	<b>Qualified Retirement Plans</b>
Single, HOH.....62,000–72,000	Profit sharing/SEP
MFS.....0–10,000	limits.....25%/54,000
Spouse not active	Defined benefit plan
participant.....186,000–196,000	limits.....\$215,000
	Compensation limits.....\$270,000

## Education Tax Benefits Phaseouts

<b>American Opportunity Credit/ Hope Credit</b>	<b>Student Loan Interest Deduction Phaseout Range</b>
MFJ phaseout	MFJ.....135,000–165,000
range.....160,000–180,000	Single and HOH.....65,000–80,000
Single and HOH	Maximum deduction is.....\$2,500
phaseout.....80,000–90,000	<b>U.S. Savings Bonds Exemption Phaseout Range</b>
Hope credit 100% of the first.....\$2,000	MFJ.....117,250–147,250
A.O. credit 25% of the next.....\$2,000	Single and HOH.....78,150–93,150
<b>Lifetime Learning Credit</b>	<b>Education Savings Accounts Phaseout Range</b>
MFJ phaseout range.....112,000–132,000	MFJ.....190,000–220,000
Single and HOH	All others.....95,000–110,000
phaseout.....56,000–66,000	
Lifetime learning credit	
20% of first.....\$10,000	

## Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 70½.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of \$5,000.