

# 2011 | KEY FACTS AND FIGURES

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- Library and Learning Center from CCH
- State and Federal payroll wage and tax data

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## OTHER TAX RATES

Capital Gains and Qual Dividends 2010 & 2011	Short Term	Long Term	Qual Div
10%, 15% bracket	ordinary rates	0%	0%
Other brackets	ordinary rates	15%	15%

### Kiddie Tax

- Under age 19 (or certain full-time students under age 24) with unearned income consisting solely of interest, dividends and CGD; and child's gross income is less than \$9,500 in 2011; use Form 8814 in parent's return
- If child files own return, use Form 8615 in child's return to calculate tax at parent's marginal rate

	2010	2011	
First	\$950	\$950	No Tax
Next	\$950	\$950	Taxed at child's marginal rate
Amounts Over	\$1,900	\$1,900	Taxed at parent's marginal rate

### AMT Rates for Individuals

	AMT taxable income	AMT Tax Rate
All Others	\$0 - \$175,000	26%
	\$175,001+	28%
MFS	\$0 - \$87,500	26%
	\$87,501+	28%

Exemption for Single Taxpayers  
\$47,450 in 2010 (\$48,450 in 2011)

Exemption for Married Couples Filing Jointly  
\$72,450 in 2010 (\$74,450 in 2011)

## SOCIAL SECURITY

### Maximum Compensation Subject to FICA

	2010	2011
OASDI Maximum	\$106,800	\$106,800
HI Maximum	No Limit	No Limit
• OASDI tax rate – 2010: 12.4% self-employed, 6.2% employees		
• OASDI tax rate – 2011: 10.4% self-employed, 4.2% employees		
• HI tax rate – 2010 & 2011: 2.9% self-employed, 1.45% employees		

### Maximum Amount of Earnings to Still Receive Full Benefits

	2010	2011
Under full retirement age	\$14,160	\$14,160

### 2010 Base Amount of Modified Adjusted Gross Income Causing Social Security Benefits to be Taxable

	50% Taxable	85% Taxable
Married Filing Jointly	\$32,000	\$44,000
Single	\$25,000	\$34,000

## INCOME TAXES

2010				2011			
If Taxable Income is:				If Taxable Income is:			
Over	But not more than	The Tax is	Of the Amount Over	Over	But not more than	The Tax is	Of the Amount Over
<b>Married Filing Jointly:</b>				<b>Married Filing Jointly:</b>			
\$0	\$16,750	\$0 + 10%	\$0	\$0	\$17,000	\$0 + 10%	\$0
16,750	68,000	1,675.00 + 15%	16,750	17,000	69,000	1,700.00 + 15%	17,000
68,000	137,300	9,362.50 + 25%	68,000	69,000	139,350	9,500.00 + 25%	69,000
137,300	209,250	26,687.50 + 28%	137,300	139,350	212,300	27,087.50 + 28%	139,350
209,250	373,650	46,833.50 + 33%	209,250	212,300	379,150	47,513.50 + 33%	212,300
373,650		101,085.50 + 35%	373,650	379,150		102,574.00 + 35%	379,150
<b>Married Filing Separately:</b>				<b>Married Filing Separately:</b>			
\$0	\$8,375	\$0 + 10%	\$0	\$0	\$8,500	\$0 + 10%	\$0
8,375	34,000	837.50 + 15%	8,375	8,500	34,500	850.00 + 15%	8,500
34,000	68,650	4,681.25 + 25%	34,000	34,500	69,675	4,750.00 + 25%	34,500
68,650	104,625	13,343.75 + 28%	68,650	69,675	106,150	13,543.75 + 28%	69,675
104,625	186,825	23,416.75 + 33%	104,625	106,150	189,575	23,756.75 + 33%	106,150
186,825		50,542.75 + 35%	186,825	189,575		51,287.00 + 35%	189,575
<b>Head of Household:</b>				<b>Head of Household:</b>			
\$0	\$11,950	\$0 + 10%	\$0	\$0	\$12,150	\$0 + 10%	\$0
11,950	45,550	1,195.00 + 15%	11,950	12,150	46,250	1,215.00 + 15%	12,150
45,550	117,650	6,235.00 + 25%	45,550	46,250	119,400	6,330.00 + 25%	46,250
117,650	190,550	24,260.00 + 28%	117,650	119,400	193,350	24,617.50 + 28%	119,400
190,550	373,650	44,672.00 + 33%	190,550	193,350	379,150	45,323.50 + 33%	193,350
373,650		105,095.00 + 35%	373,650	379,150		106,637.50 + 35%	379,150
<b>Single:</b>				<b>Single:</b>			
\$0	\$8,375	\$0 + 10%	\$0	\$0	\$8,500	\$0 + 10%	\$0
8,375	34,000	837.50 + 15%	8,375	8,500	34,500	850.00 + 15%	8,500
34,000	82,400	4,681.25 + 25%	34,000	34,500	83,600	4,750.00 + 25%	34,500
82,400	171,850	16,781.25 + 28%	82,400	83,600	174,400	17,025.00 + 28%	83,600
171,850	373,650	41,827.25 + 33%	171,850	174,400	379,150	42,449.00 + 33%	174,400
373,650		108,421.25 + 35%	373,650	379,150		110,016.50 + 35%	379,150
<b>Estates and Trusts:</b>				<b>Estates and Trusts:</b>			
\$0	\$2,300	\$0 + 15%	\$0	\$0	\$2,300	\$0 + 15%	\$0
2,300	5,350	345.00 + 25%	2,300	2,300	5,450	345.00 + 25%	2,300
5,350	8,200	1,107.50 + 28%	5,350	5,450	8,300	1,132.50 + 28%	5,450
8,200	11,200	1,905.50 + 33%	8,200	8,300	11,350	1,930.50 + 33%	8,300
11,200		2,895.50 + 35%	11,200	11,350		2,937.00 + 35%	11,350

## QUALIFIED PLANS

	2010	2011
Maximum elective deferral to retirement plans (e.g. 401(k), 403(b))	\$16,500	\$16,500
Maximum elective deferral to SIMPLE IRA plans	\$11,500	\$11,500
Maximum elective deferral to 457 plans or exempt employers	\$16,500	\$16,500
Limit on annual additions to Keogh plans and SEP-IRAs	\$49,000	\$49,000
Limit on annual additions to defined contribution plans	\$49,000	\$49,000
Maximum annual compensation taken into account for contributions	\$245,000	\$245,000
Annual benefit limit under defined benefit plans	\$195,000	\$195,000
Threshold amount for definition of highly compensated employees	\$110,000	\$110,000
Threshold amount for definition of key employee in top-heavy plans	\$160,000	\$160,000
<b>Catch-up Contribution Limits for Other Qualified Plan Types*</b>		
401(k), 403(b), SAR-SEP and 457 plans	\$5,500	\$5,500
SIMPLE plans	\$2,500	\$2,500

\* Individuals who will be at least age 50 by the end of the year can make catch-up contributions.

## ESTATE & GIFT TAXES

	2010	2011
Annual Gift Tax Exclusion	\$13,000	\$13,000
for Noncitizen Spouses	\$134,000	\$136,000
Gift Tax Exclusion	\$1,000,000	\$5,000,000
GST Tax Exemption	\$5,000,000*	\$5,000,000

Estate	Exclusion Amount	Applicable Credit
2010	\$5,000,000**	\$1,730,800
2011	\$5,000,000	\$1,730,800

\*Caution: Applicable GST tax rate in 2010 is zero.

\*\*Caution: Executor election to apply Tax Relief Act of 2010 available for 2010 estates.

## DEDUCTIONS AND EXEMPTIONS

### Standard Deductions

		Add'l Age 65 or Older or Blind	
		Annual	
Married Filing Jointly/ Surviving Spouse	2010	\$11,400	\$1,100
	2011	\$11,600	\$1,150
Married Filing Separately	2010	\$5,700	\$1,100
	2011	\$5,800	\$1,150
Head of Household	2010	\$8,400	\$1,400
	2011	\$8,500	\$1,450
Single	2010	\$5,700	\$1,400
	2011	\$5,800	\$1,450

### Phaseout of Itemized Deductions

- The phaseout of itemized deductions and personal exemptions has been repealed for 2010 and 2011.

### Personal Exemptions

		AGI Threshold/ Upper Limit	
		Exemption	
Married Filing Jointly/ Surviving Spouse	2010	\$3,650	phaseout repealed
	2011	\$3,700	phaseout repealed
Married Filing Separately	2010	\$3,650	phaseout repealed
	2011	\$3,700	phaseout repealed
Head of Household	2010	\$3,650	phaseout repealed
	2011	\$3,700	phaseout repealed
Single	2010	\$3,650	phaseout repealed
	2011	\$3,700	phaseout repealed

### Code Sec. 179 Expense Allowance 2010 & 2011

Dollar limitation: \$500,000  
Investment limitation: \$2,000,000

## CREDITS AND EXCLUSIONS

Child Tax Credit	2010	2011
	\$1,000	\$1,000
Phases out \$50 for each \$1,000 AGI over \$110,000 (married filing jointly), \$75,000 (single) or \$55,000 (married filing separately)		
Foreign Income		
Foreign earned income exclusion	\$91,500	\$92,900
Maximum foreign housing exclusion of qualified housing expenses	\$12,810 (\$27,450 - \$14,640)	\$13,006 (\$27,870 - \$14,864)

## MILEAGE RATES

Purpose	2010	2011
Business	50¢ per mile	51¢ per mile
Medical	16.5¢ per mile	19¢ per mile
Charitable	14¢ per mile	14¢ per mile
Moving	16.5¢ per mile	19¢ per mile

## INDIVIDUAL ESTIMATED TAXES

Individuals can base federal estimated tax payments on:

- 90% of current tax
- 100% of prior year's tax or 110% of prior year's tax if prior year's AGI is > \$150,000 (> \$75,000 for Married Filing Separately)
- Annualization exception
- No penalty if tax < \$1,000 or no tax liability in preceding taxable year

## IRAs

### CONTRIBUTION LIMITS - TRADITIONAL AND ROTH

	2010	2011
Regular	\$5,000	\$5,000
Catch-up*	\$1,000	\$1,000

\*Individuals who will be at least age 50 by the end of the year can make catch-up contributions.

### ROTH IRAs

#### AGI Phaseout Range for Contributions to Roth IRAs

	2010	2011
Married Filing Jointly	\$167,000 - \$177,000	\$169,000 - \$179,000
Single	\$105,000 - \$120,000	\$107,000 - \$122,000
Married Filing Separately	\$0 - \$10,000	\$0 - \$10,000

### TRADITIONAL IRA DEDUCTIBILITY RULES

Filing Status	Covered by Qualified Retirement Plan?	Modified AGI		Deductibility
		2010	2011	
Single	No	Any amount	Any amount	Full Deduction
	Yes	\$55,999 or less \$56,000-\$65,999 \$66,000 or more	\$55,999 or less \$56,000-\$65,999 \$66,000 or more	Full Deduction Partial Deduction No Deduction
Married Filing Jointly	Neither spouse	Any amount	Any amount	Full Deduction
	Both spouses covered	\$88,999 or less \$89,000-\$108,999 \$109,000 or more	\$89,999 or less \$90,000-\$109,999 \$110,000 or more	Full Deduction Partial Deduction No Deduction
	One spouse covered-for covered spouse	\$88,999 or less \$89,000-\$108,999 \$109,000 or more	\$89,999 or less \$90,000-\$109,999 \$110,000 or more	Full Deduction Partial Deduction No Deduction
	One spouse covered-for non-covered spouse	\$166,999 or less \$167,000-\$176,999 \$177,000 or more	\$168,999 or less \$169,000-\$178,999 \$179,000 or more	Full Deduction Partial Deduction No Deduction
Married Filing Separately, lived together for any part of the year (if spouses lived separately throughout year, treated as single)	Neither spouse	Any amount	Any amount	Full deduction
	Both spouses covered	\$9,999 or less \$10,000 or more	\$9,999 or less \$10,000 or more	Partial deduction No deduction
	One spouse covered-for covered spouse	\$9,999 or less \$10,000 or more	\$9,999 or less \$10,000 or more	Partial deduction No deduction
	One spouse covered-for non-covered spouse	\$166,999 or less \$167,000 - \$176,999 \$177,000 or more	\$168,999 or less \$169,000 - \$178,999 \$179,000 or more	Full deduction Partial deduction No deduction

## EDUCATION INCENTIVES

"Above the line" deduction up to \$4,000 in 2010 and 2011 for qualifying tuition and related expenses at accredited post-secondary institution by taxpayer, spouse or dependent; subject to income limitations; cannot be used in conjunction with either American Opportunity (modified Hope) or Lifetime Learning Credits.

Student Loan Interest Deduction up to \$2,500 (2010 and 2011); no time limit on deductibility period; subject to income limitations

American Opportunity (modified Hope) Credit – Up to \$2,500 in 2010 and 2011 per student, for first four years of higher education tuition paid.

#### Section 529 Plans – Qualified Tuition Programs

Distributions after 12/31/01 used for qualified higher education expenses are income tax-free. Contributions are potentially subject to gift tax, but are eligible for the per-donee annual exclusion (\$13,000 for 2010 and 2011). Donor can elect to treat up to \$65,000 of the contribution as if it had been made ratably over a 5-year period.

Coverdell Education Savings Accounts (Education IRAs):  
Contribution Limit: \$2,000; subject to income limitations

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