

## INCOME TAX

	If taxable income is		The tax is	Of the amount over
	over	but not over		
<b>Married/Filing jointly and qualifying widow(er)s</b>	\$ 0	\$ 19,050	\$ 0.00 + 10%	\$ 0
	19,050	77,400	1,905.00 + 12%	19,050
	77,400	165,000	8,907.00 + 22%	77,400
	165,000	315,000	28,179.00 + 24%	165,000
	315,000	400,000	64,179.00 + 32%	315,000
	400,000	600,000	91,379.00 + 35%	400,000
	600,000	-	161,379 + 37%	600,000
<b>Single</b>	\$ 0	\$ 9,525	\$ 0.00 + 10%	\$ 0
	9,525	38,700	952.50 + 12%	9,525
	38,700	82,500	4,453.50 + 22%	38,700
	82,500	157,500	14,089.50 + 24%	82,500
	157,500	200,000	32,089.50 + 32%	157,500
	200,000	500,000	45,689.50 + 35%	200,000
	500,000	-	121,505.25 + 37%	500,000
<b>Estates and trusts</b>	\$ 0	\$ 2,550	\$ 0.00 + 10%	\$ 0
	2,550	9,150	255.00 + 24%	2,550
	9,150	12,500	1,839.00 + 35%	9,150
	12,500	-	3,011.50 + 37%	12,500

## CORPORATE TAX

For 2018, corporations are taxed at a 21% flat rate.

## EMPLOYER RETIREMENT PLANS

Maximum elective deferral to retirement plans, e.g. 401(k), 403(b)	\$ 18,500
Catch-up contribution limit for 401(k), 403(b), and 457 plans	6,000
Maximum elective deferral to SIMPLE IRA plans	12,500
Catch-up contribution limit for SIMPLE plans	3,000
Maximum elective deferral to 457 plans of govt and tax-exempt employers	18,500
Limit on annual additions to defined contribution plans	55,000
Annual compensation threshold requiring SEP contribution	600
Limit on annual additions to SEP plans	55,000
Maximum annual compensation taken into account for contributors	275,000
Annual benefit limit under defined benefit plans	220,000
Limitation used in definition of highly compensated employee	120,000
Health flexible spending account maximum salary reduction contribution	2,650

## Standard Mileage Rates (Cents per mile)

	2018	2017	2016
<b>Business</b>	54.5	53.5	54.0
<b>Charitable Use</b>	14.0	14.0	14.0
<b>Medical/Moving</b>	18.0	17.0	19.0

Under the annual lease valuation method for computing the value of the personal use if an employer-provided automobile, you must include the cost of the gasoline at the rate of 5.5 cents per mile.

## CAPITAL GAINS TAX / TAX ON QUALIFIED DIVIDENDS

Long-Term Capital Gains Rate*	Single	Married/Filing Jointly	Head of Household	Married/Filing Separately
0%	Up to \$38,600	Up to \$77,200	Up to \$51,700	Up to \$38,600
15%	\$38,600 - \$425,800	\$77,200 - \$479,000	\$51,700 - \$452,400	\$38,600 - \$239,500
20%	Over \$425,800	Over \$479,000	Over \$452,400	Over \$239,500

\*Also applies to tax on qualified dividends.

Additional 3.8% federal Medicare tax applies to individuals on the lesser of net investment income or modified AGI in excess of \$200,000 (single) or \$250,000 (married/filing jointly and qualifying widow(er)s). Also applies to any trust or estate on the lesser of undistributed net income or AGI in excess of the dollar amount at which the estate/trust pays income taxes at the highest rate.

## KIDDIE TAX

\$0 to \$1,050	0%
Earned income > \$1,050 ≤ \$2,100	Child's tax rate
Unearned income > \$2,100	Taxed according to the trusts/estates brackets

If a child's earned income represents not more than one half of support needs, the kiddie tax generally also applies to earned income of children who have not attained age 19 by the close of the year, and children who are full-time students and have not attained age 24 as of the close of the year.

## CHILD TAX CREDIT

\$2,000 per credit; phases out \$50 for each \$1,000 of modified AGI (rounded up to the next \$1,000 increment) over \$400,000 (married/filing jointly) or \$200,000 (single). \$1,400 refundable credit for qualifying child / \$500 nonrefundable credit for nonchild dependents.

## STANDARD DEDUCTIONS

	Annual	Additional age 65+ or blind
Married/Filing jointly and qualifying widow(er)s	\$24,000	\$1,300
Single	\$12,000	\$1,600

## PERSONAL EXEMPTIONS AND ITEMIZED DEDUCTIONS

	Exemption
Married/Filing jointly and qualifying widow(er)s	NONE
Single	NONE

## MAXIMUM QUALIFIED LONG TERM CARE INSURANCE PREMIUMS ELIGIBLE FOR DEDUCTION

Age	40 or less	>40, ≤ 50	>50, ≤ 60	> 60, ≤ 70	Over 70
2018	\$420	\$780	\$1,560	\$4,160	\$5,200

Qualified LTC contract per diem limit: \$360

**PLEASE SEE REVERSE SIDE FOR MORE RATES AND LIMITS**

## TRADITIONAL IRAs

Maximum annual contribution (must be under age 70 ½)

Lesser of earned income or \$5,500

Up to \$5,500 contribution can also be made for nonworking spouse

Catch-up contributions (Taxpayers age 50 and older): \$1,000

## TRADITIONAL IRA DEDUCTIBILITY TABLE

Filing Status	Covered by employer's retirement plan	Modified AGI 2017	Modified AGI 2018	Deductibility
Single	No	Any amount	Any amount	Full
	Yes	\$62,000 or less	\$63,000 or less	Full
	Yes	\$62,000-\$71,999	\$63,000-\$72,999	Partial
	Yes	\$72,000 or more	\$73,000 or more	None
Married/ Jointly	Neither spouse covered	Any amount	Any amount	Full
	Both spouses covered	\$99,000 or less \$99,000-\$118,999 \$119,000 or more	\$101,000 or less \$101,000-\$120,999 \$121,000 or more	Full Partial None
Married/ Jointly	Yes, but spouse is not covered	\$99,000 or less	\$99,000 or less	Full
		\$99,000-\$118,999	\$99,000-\$120,999	Partial
		\$119,000 or more	\$121,000 or more	None
Married/ Jointly	No, but spouse is covered	\$186,000 or less	\$189,000 or less	Full
		\$186,000-\$195,999	\$189,000-\$198,999	Partial
		\$196,000 or more	\$199,000 or more	None

## ROTH IRAs

### Maximum annual contribution

Lesser of earned income or \$5,500

Up to \$5,500 contribution can also be made for nonworking spouse

Catch-up contributions (Taxpayers 50 and over): \$1,000

### Contribution eligibility

Modified AGI is not more than \$135,000 (single) or \$199,000 (married/filing jointly); phaseouts apply if Modified AGI is \$120,000 - \$135,000 (single) or \$189,000 - \$199,000 (married/filing jointly)

### Deductibility

Contributions to Roth IRAs are not deductible

## BASE AMOUNT OF MODIFIED AGI CAUSING SOCIAL SECURITY BENEFITS TO BE TAXABLE

	50% taxable	85% taxable
Married/Filing jointly	\$32,000	\$44,000
Single	\$25,000	\$34,000

## MAXIMUM EARNINGS BEFORE SOCIAL SECURITY BENEFITS ARE REDUCED

Under full retirement age (\$1 withheld for every \$2 above limit)	\$17,040
Full retirement age and over	No limit*

\*Interim annual limit of \$45,360 applies for months prior to attaining full retirement age during year individual reach full retirement age (\$1 withheld for every \$3 above limit).

## MAXIMUM COMPENSATION SUBJECT TO FICA TAXES

OASDI (Social Security) maximum	\$128,400
HI (Medicare) maximum	No limit

OASDI and HI tax rate: 12.4% OASDI and 2.9% HI (15.3% combined) for self-employed; 6.2% and 1.45% (7.65% combined) for employees. An additional 0.9% HI tax applies on individuals with wages or self employment income in excess of \$200,000 (single and qualifying widow(er)s) or \$250,000 (married/filing jointly).

## DEATH/GIFTS OCCURRING IN 2018\*

(Subtract applicable credit from calculated tax)

If gift/gross estate is			Of the amount over	
over	but not over	The tax is		
\$ 0	\$ 10,000	\$ 0 + 18%	\$ 0	
10,000	20,000	1,800 + 20%	10,000	
20,000	40,000	3,800 + 22%	20,000	
40,000	60,000	8,200 + 24%	40,000	
60,000	80,000	13,000 + 26%	60,000	
80,000	100,000	18,200 + 28%	80,000	
100,000	150,000	23,800 + 30%	100,000	
150,000	250,000	38,800 + 32%	150,000	
250,000	500,000	70,800 + 34%	250,000	
500,000	750,000	155,800 + 37%	500,000	
750,000	1,000,000	248,300 + 39%	750,000	
1,000,000	-	345,800 + 40%	1,000,000	

\*Annual gift tax exclusion (2018): Individual, \$15,000; Married electing split gifts, \$30,000. Combined lifetime gift tax and gross estate tax exemption \$11.2 million. GST tax exemption: \$11.2 million.

## MODIFIED AGI PHASEOUTS FOR AMERICAN OPPORTUNITY TAX CREDIT

Married/Filing jointly	\$160,000-\$180,000
Others	\$80,000 - \$90,000

## MODIFIED AGI PHASEOUTS FOR LIFETIME LEARNING CREDIT

Married/Filing jointly	\$114,000 - \$134,000
Others	\$57,000 - \$67,000

## MODIFIED AGI PHASEOUTS FOR EXCLUSION OF U.S. SAVINGS BOND INCOME USED FOR HIGHER EDUCATION EXPENSES

Married/Filing jointly	\$119,550 - \$149,550
Others	\$79,700 - \$94,700

## MODIFIED AGI PHASEOUTS FOR CONTRIBUTIONS TO COVERDELL EDUCATION SAVINGS ACCOUNTS

Maximum contribution: \$2,000 per beneficiary, per year

Married/Filing jointly	\$190,001 - \$219,999
Others	\$95,001 - \$109,999

## 2018 AMT EXEMPTIONS

	Exemption
Single	\$70,300
Married/Filing jointly and qualifying widow(er)s	\$109,400
Estates and trusts	\$24,600
Phases out beginning with alternative minimum taxable income over \$500,000 (single) or \$1,000,000 (married/filing jointly and qualifying widow(er)s) or \$80,450 (estates and trusts).	

NEED HELP?



If you require further information on other rates and limits, please contact our tax professionals at: **866.464.2839 (toll free) or 202.331.9880. We can also be reached by email at [info@calibrecpa.com](mailto:info@calibrecpa.com)**