

## Corporations

Taxable Income	Amount of Tax
Up to \$50,000	15% of income
Over \$50,000 but not over \$75,000	\$7,500 + 25% of the amount over \$50,000
Over \$75,000 but not over \$100,000	\$13,750 + 34% of the amount over \$75,000
Over \$100,000 but not over \$335,000	\$22,250 + 39% of the amount over \$100,000
Over \$335,000 but not over \$10,000,000	\$113,900 + 34% of the amount over \$335,000
Over \$10,000,000 but not over \$15,000,000	\$3,400,000 + 35% of the amount over \$10,000,000
Over \$15,000,000 but not over \$18,333,333	\$5,150,000 + 38% of the amount over \$15,000,000
Over \$18,333,333	35% of income

Capital gains are taxable at regular corporate rates. The tax on qualified personal service corporations is 35% of taxable income.

## Estates and Trusts

Taxable Income	Amount of Tax
Not over \$2,300	15% of income
Over \$2,300 but not over \$5,350	\$345 + 25% of the amount over \$2,300
Over \$5,350 but not over \$8,200	\$1,107.50 + 28% of the amount over \$5,350
Over \$8,200 but not over \$11,150	\$1,905.50 + 33% of the amount over \$8,200
Over \$11,150	\$2,879 + 35% of the amount over \$11,150

Alternative Minimum Tax may also apply.

### Earned Income Credit

Qualifying Child	Income Limit	Max. Credit	Income for Max. Credit
None	\$13,440*	\$457	\$5,970 - \$7,470*
1	\$35,463*	\$3,043	\$8,950 - \$16,420*
2	\$40,295*	\$5,028	\$12,570 - \$16,420*
3 or more	\$43,279*	\$5,657	\$12,570 - \$16,420*

The maximum amount of investment income a person may have and still be eligible for this credit increased to \$3,100.

\* If married filing jointly, increase amounts by \$5,000.

## Summary of Retirement Plans

Plan Type	Deposit By	Max. Individual Contribution	Max. Employer Contribution	Other Limitations
Traditional IRA	1	\$5,000/\$6,000 <sup>3</sup>	n/a	Deductible contributions are limited if individual is participant in employer plan <sup>4</sup>
Roth IRA	1	\$5,000/\$6,000 <sup>3</sup>	n/a	Roth contributions are limited by Modified AGI <sup>5</sup>
SEP (not SARSEP)	2	Account is treated as a traditional IRA for individual contributions.	Lesser of \$49,000 or 25% of compensation	Individual: Overall elective deferral limit of \$16,500/\$22,000 Employer: Contribution limitation to all plans—lesser of \$49,000 or 100% of compensation
SIMPLE	2	Lesser of \$11,500/\$14,000 <sup>3</sup> or 100% of compensation	Lesser of \$11,500/\$14,000 <sup>3</sup> or 3% of compensation	Individual: Overall elective deferral limit of \$16,500/\$22,000 <sup>3</sup> Employer: Contribution limitation to all plans - lesser of \$49,000 or 100% of compensation
Qualified 401K	2	\$16,500/\$22,000 <sup>3</sup>	Lesser of \$49,000 or 100% of the participant's compensation	Individual: Overall elective deferral limit of \$16,500/\$22,000 <sup>3</sup> Employer: Contribution limitation to all plans - lesser of \$49,000 or 100% of compensation
Qualified Defined Benefit	QTRLY	n/a	Funding required to provide annual benefits	2009 Annual benefit for a participant is the lesser of \$195,000 or 100% of highest three consecutive years' compensation

<sup>1</sup> Unextended return due date.

<sup>2</sup> Extended return due date.

<sup>3</sup> Individuals age 50 or older.

<sup>4</sup> Modified AGI Limits:

Non-active participant whose spouse is active: \$166,000 - \$176,000  
 MFJ or QW \$89,000 - \$109,000  
 S or HOH \$55,000 - \$65,000  
 MFS \$0 - \$10,000

<sup>5</sup> Modified AGI limits:

MFJ or QW \$166,000 - \$176,000  
 S or HOH \$105,000 - \$120,000  
 MFS, lived together \$0 - \$10,000

This represents summary information only. Other limitations and restrictions can apply. Thorough research is recommended before any decisions are made.

## Helpful Information

### Social Security Tax

FICA	Tax Base Limit	Max. Rate	Max. Tax
Social Sec.	\$106,800	6.2%	\$6,622
Medicare	no limit	1.45%	no limit

### Self-Employment Tax <sup>1</sup>

FICA	Tax Base Limit	Max. Rate	Max. Tax
Social Sec.	\$106,800	12.4%	\$13,243
Medicare	no limit	2.9%	no limit

### IRC Code Sec. 179:

Deduction \$250,000. Threshold cost is \$800,000.

### Depreciation Limits on Autos<sup>2</sup>

	Passenger	Trucks/Vans <sup>3</sup>
1st year	\$10,960 <sup>4</sup>	\$11,060 <sup>5</sup>
2nd year	\$4,800	\$4,900
3rd year	\$2,850	\$2,950
4th year and after	\$1,775	\$1,775

<sup>1</sup> Self-employment net income under \$400 is not subject to SE Tax.

<sup>2</sup> Placed in service during calendar year 2009.

<sup>3</sup> A truck or van is any vehicle (including SUVs) built on a truck chassis with a GVW less than 6,000 pounds.

<sup>4</sup> If the special depreciation allowance is not elected, the first year limit is \$2,960

<sup>5</sup> If the special depreciation allowance is not elected, the first year limit is \$3,060



# 2009 Quick Reference Guide

FOR FEDERAL INCOME TAX

# 2 FOR 1



**Single**

**Married Filing Jointly  
or Qualifying Widow(er)**

**Married Filing Separately**

**Head of Household**

**Standard Deductions**

**Personal Exemptions**

**Shift Your Tax Practice  
into High Gear**

**Taxable Income**

Over	But Not Over	Amount of Tax
\$0	\$8,350	10% of income
\$8,350	\$33,950	\$835 + 15% of the amount over \$8,350
\$33,950	\$82,250	\$4,675 + 25% of the amount over \$33,950
\$82,250	\$171,550	\$16,750 + 28% of the amount over \$82,250
\$171,550	\$372,950	\$41,754 + 33% of the amount over \$171,550
\$372,950	no limit	\$108,216 + 35% of the amount over \$372,950

Alternative Minimum Tax may also apply.

**Taxable Income**

Over	But Not Over	Amount of Tax
\$0	\$16,700	10% of income
\$16,700	\$67,900	\$1,670 + 15% of the amount over \$16,700
\$67,900	\$137,050	\$9,350 + 25% of the amount over \$67,900
\$137,050	\$208,850	\$26,637.50 + 28% of the amount over \$137,050
\$208,850	\$372,950	\$46,741.50 + 33% of the amount over \$208,850
\$372,950	no limit	\$100,894.50 + 35% of the amount over \$372,950

Alternative Minimum Tax may also apply.

**Taxable Income**

Over	But Not Over	Amount of Tax
\$0	\$8,350	10% of income
\$8,350	\$33,950	\$835 + 15% of the amount over \$8,350
\$33,950	\$68,525	\$4,675 + 25% of the amount over \$33,950
\$68,525	\$104,425	\$13,318.75 + 28% of the amount over \$68,525
\$104,425	\$186,475	\$23,370.75 + 33% of the amount over \$104,425
\$186,475	no limit	\$50,447.25 + 35% of the amount over \$186,475

Alternative Minimum Tax may also apply.

**Taxable Income**

Over	But Not Over	Amount of Tax
\$0	\$11,950	10% of income
\$11,950	\$45,500	\$1,195 + 15% of the amount over \$11,950
\$45,500	\$117,450	\$6,227.50 + 25% of the amount over \$45,500
\$117,450	\$190,200	\$24,215 + 28% of the amount over \$117,450
\$190,200	\$372,950	\$44,585 + 33% of the amount over \$190,200
\$372,950	no limit	\$104,892.50 + 35% of the amount over \$372,950

Alternative Minimum Tax may also apply.

Married Filing Jointly or Qualifying Widow(er) with Dependent Child	\$11,400
Married Filing Separately	\$5,700
Additional amount(s) for above two statuses if:	
65 or older	\$1,100
Blind	\$1,100
Single	\$5,700
Head of Household	\$8,350
Additional amount(s) for above two statuses if:	
65 or older	\$1,400
Blind	\$1,400
Beginning of Itemized Deduction Phase-out Range Based on AGI	
Joint, Qualifying Widow(er), Single, Head of Household	\$166,800
Married Filing Separately	\$83,400

Exemption Amount	\$3,650
The exemption amount will be reduced* when taxpayer's AGI exceeds:	
Married Filing Jointly or Qualifying Widow(er)	\$250,200
Married Filing Separately	\$125,100
Single	\$166,800
Head of Household	\$208,500
*Minimum exemption amount is \$2,433	

**Standard Mileage Rates**

Business Use of Auto	55¢ per mile
Charitable	14¢ per mile
Medical & Moving Expenses	24¢ per mile

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