

2018 Tax Reference Guide

With the passage of the Tax Reform Act, here are tables you can reference when planning for 2018.

Federal Income Taxes

MARRIED FILING JOINTLY & SURVIVING SPOUSES

Taxable Income	Tax Rate
\$0 — \$19,050	10.0%
\$19,050 — \$77,400	12.0%
\$77,400 — \$165,000	22.0%
\$165,000 — \$315,000	24.0%
\$315,000 — \$400,000	32.0%
\$400,000 — \$600,000	35.0%
Over \$600,000	37.0%

SINGLE FILERS

Taxable Income	Tax Rate
\$0 — \$9,525	10.0%
\$9,525 — \$38,700	12.0%
\$38,700 — \$82,500	22.0%
\$82,500 — \$157,500	24.0%
\$157,500 — \$200,000	32.0%
\$200,000 — \$500,000	35.0%
Over \$500,000	37.0%

HEAD OF HOUSEHOLD

Taxable Income	Tax Rate
\$0 — \$13,600	10.0%
\$13,600 — \$51,800	12.0%
\$51,800 — \$82,500	22.0%
\$82,500 — \$157,500	24.0%
\$157,500 — \$200,000	32.0%
\$200,000 — \$500,000	35.0%
Over \$500,000	37.0%

MARRIED FILING SEPARATELY

Taxable Income	Tax Rate
\$0 — \$9,525	10.0%
\$9,525 — \$38,700	12.0%
\$38,700 — \$82,500	22.0%
\$82,500 — \$157,500	24.0%
\$157,500 — \$200,000	32.0%
\$200,000 — \$300,000	35.0%
Over \$300,000	37.0%

TRUSTS AND ESTATES

Taxable Income	Tax Rate
\$0 — \$2,550	10.0%
\$2,550 — \$9,150	24.0%
\$9,150 — \$12,500	35.0%
Over \$12,500	37.0%

Standard Deductions

	2017	2018
Single	\$6,350	\$12,000
Married filing jointly	\$12,700	\$24,000
Married filing separately	\$6,350	\$12,000
Head of household	\$9,350	\$18,000
Personal exemption	\$4,050	\$0

2018 Additional Standard Deduction

Over 65, Blind or Disabled	Amount
Unmarried	\$1,600
Married	\$1,300

Capital Gains & Dividends

CAPITAL GAINS & DIVIDENDS

Income Tax Bracket:	Rate:
0 - 12%	0%
22% - 35%	15%
37%	20%

UNEARNED INCOME MEDICARE CONTRIBUTION TAX

3.8% surtax applied to lower of Net Investment Income or MAGI over threshold

Filing Status	MAGI	Rate:
Single / Head of Household	\$200,000+	3.8%
Married Filing Jointly / Separately	\$250,000+ / \$125,000+	3.8%
Trusts & Estates	\$12,500	3.8%

Gift & Estate Tax

	2017	2018
Annual gift tax exclusion	\$14,000	\$15,000
Unified credit exemption	\$5,490,000	\$11,200,000
Gift to non-citizen	\$149,000	\$152,000
Highest estate tax bracket	40%	40%

Alternative Minimum Tax Exemptions

Filing Status	Exemption Amount
Single	\$70,300
Married Filing Jointly	\$109,400
Married Filing Separately	\$54,700

Alternative Minimum Exemption Phase Outs

Income Phase out of Exemptions	Income
Single	\$500,000
Married Filing Jointly	\$1,000,000
Married Filing Separately	\$500,000

Tax Credit

Child Credit of \$2,000	under the age of 17
	Married income under \$400,000
	All others income under \$200,000
Dependent Credit \$500	qualifying dependents that are not a qualifying child above

Business Income Taxes

C Corporations	
Taxable Net Income	21% Tax Rate
S Corporations and LLCs	
Taxable K-1 Pass-Through Income	Individual Tax Rates
<i>**Qualified Business Income** is eligible for a 20% K-1 deduction (i.e. 37% bracket= 29.6% net marginal rate)</i>	
<i>*Generally, "Specified Service Businesses" are NOT eligible for a 20% K-1 deduction unless entire taxable income (including K-1 pass-through profits) falls below certain thresholds.</i>	

RETIREMENT

Traditional IRA & Roth IRA

	2017	2018
IRA-ROTH IRA CONTRIBUTION LIMIT		
Contribution limit	\$5,500	\$5,500
50+ Catch-up	\$1,000	\$1,000
TRADITIONAL IRA DEDUCTIBILITY PHASE-OUT BASED ON MAGI		
Participants in employer plans		
Married—Jointly	\$99,000—\$119,000	\$101,000—\$121,000
Married—Separately	\$0-\$10,000	\$0-\$10,000
All others	\$62,000—\$72,000	\$63,000—\$73,000
Nonparticipant married to a participant	\$186,000—\$196,000	\$189,000—\$199,000
Neither spouse a participant	Fully deductible	Fully deductible
ROTH IRA PHASE-OUT BASED ON MAGI		
Married—Jointly	\$186,000—\$196,000	\$189,000—\$199,000
Married—Separately	\$0-\$10,000	\$0-\$10,000
All others	\$118,000—\$133,000	\$120,000—\$135,000

Qualified Plans

	2017	2018
401k, 403(b), 457(b) salary deferral	\$18,000	\$18,500
50+ Catch-up	\$6,000	\$6,000
SIMPLE salary deferral	\$12,500	\$12,500
50+ Catch-up	\$3,000	\$3,000
Maximum annual additions in a defined contribution plan	\$54,000	\$55,000
Maximum annual benefit in defined benefit plan	\$215,000	\$220,000
Maximum compensation considered	\$270,000	\$275,000
Highly compensated employee	\$120,000	\$120,000
Maximum QLAC	\$125,000	\$130,000
<i>Special catch-up rules applies to certain 403(b) contributors with 15 or more years of service and governmental 457(b) participants in the last 3 yrs before retirement.</i>		

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Social Security

	2017	2018
TAXABLE WAGE BASE		
Social Security (OASDI)	\$127,200	\$128,400
Medicare (HI only)	No limit	No limit
RETIREMENT EARNING TEST		
Under full retirement age	\$16,920/yr (\$1,410/mo)	\$17,040/yr (\$1,420/mo)
<i>Note: One dollar in benefits will be withheld for every \$2 in earnings above the limit</i>		
Year reaching full retirement age	\$44,880/yr (\$3,740/mo)	\$45,360/yr (\$3,780/mo)
<i>Note: Applies only to earnings for months prior to attaining full retirement age. One dollar in benefits will be withheld for every \$3 in earnings above the limit</i>		
TAXABILITY OF BENEFITS (Based on Provisional Income and Filing Status)		
	Individual	Married Filed Jointly
Not taxable	Less than \$25,000	Less than \$32,000
Up to 50% taxable	\$25,000-\$34,000	\$32,000-\$44,000
Up to 85% taxable	Greater than \$34,000	Greater than \$44,000
Married Filed Separately		
Up to 85% of benefits are taxable		
Provisional Income = Adjusted Gross Income + Nontaxable Income + 1/2 Social Security Benefits		

Medicare Premiums

2016 MAGI Single	2016 MAGI Joint	Part B Premiums
\$85,000 or Less	\$170,000 or Less	134.00
\$85,000 - \$107,000	\$170,000 - \$214,000	187.50
\$107,000 - \$133,500	\$214,000 - \$267,000	267.90
\$133,500 - \$160,000	\$267,000 - \$320,000	348.30
Greater than \$160,000	Greater than \$320,000	428.60

FICA Tax Rates

	Self-Employed	Employee
OASDI (Social Security)	12.4%	6.2%
HI (Medicare)	2.9%	1.45%
Additional Medicare Tax*	0.9%	0.9%
<i>*Beginning in 2013, the additional Medicare tax applied to wages and self-employment income above the following thresholds:</i>		
Filing Status:	Wages or Self-Employment Income above the MAGI threshold:	
Married-Jointly	>\$250,000	
Married-Separately	>\$125,000	
Others	>\$200,000	

Single Life "Inherited" Table

Age	Life Expectancy	Age	Life Expectancy	Age	Life Expectancy
35	48.5	52	32.3	69	17.8
36	47.5	53	31.4	70	17.0
37	46.5	54	30.5	71	16.3
38	45.6	55	29.6	72	15.5
39	44.6	56	28.7	73	14.8
40	43.6	57	27.9	74	14.1
41	42.7	58	27.0	75	13.4
42	41.7	59	26.1	76	12.7
43	40.7	60	25.2	77	12.1
44	39.8	61	24.4	78	11.4
45	38.8	62	23.5	79	10.8
46	37.9	63	22.7	80	10.2
47	37.0	64	21.8	81	9.7
48	36.0	65	21.0	82	9.1
49	35.1	66	20.2	83	8.6
50	34.2	67	19.4	84	8.1
51	33.3	68	18.6	85	7.6

Uniform Lifetime Table

Age	Divisor Balance	% Account	Age	Divisor Balance	% Account
70	27.4	3.65	86	14.1	7.09
71	26.5	3.77	87	13.4	7.46
72	25.6	3.91	88	12.7	7.87
73	24.7	4.05	89	12.0	8.33
74	23.8	4.20	90	11.4	8.77
75	22.9	4.37	91	10.8	9.26
76	22.0	4.55	92	10.2	9.80
77	21.2	4.72	93	9.6	10.42
78	20.3	4.93	94	9.1	10.99
79	19.5	5.13	95	8.6	11.63
80	18.7	5.35	96	8.1	12.35
81	17.9	5.59	97	7.6	13.16
82	17.1	5.85	98	7.1	14.08
83	16.3	6.13	99	6.7	14.93
84	15.5	6.45	100	6.3	15.87
85	14.8	6.76	101	5.9	16.95

Health Savings Accounts

	2017	2018
CONTRIBUTION LIMITS		
Single / Family	\$3,400/ \$6,750	\$3,450/ \$6,900
Age 55+ Catch-up	\$1,000	\$1,000
HIGH DEDUCTIBLE HEALTH PLANS		
Minimum Deductible Single/Family	\$1,300/ \$2,600	\$1,350/ \$2,700
Maximum out of pocket Single/Family	\$6,550/ \$13,100	\$6,650/ \$13,300

