



# 2010 TAX REFERENCE SHEET

## Information

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### Tax Brackets for 2010

Taxable income (i.e. includable income minus deductions and exemptions) between:

#### Married Filing Jointly

\$0 - \$16,750	10%
\$16,751 - \$68,000	15%
\$68,001 - \$137,300	25%
\$137,301 - \$209,250	28%
\$209,251 - \$373,650	33%
Over \$373,650	35%

#### Single

\$0 - \$8,375	10%
\$8,376 - \$34,000	15%
\$34,001 - \$82,400	25%
\$82,401 - \$171,850	28%
\$171,851 - \$373,650	33%
Over \$373,650	35%

#### Married, Filing Separately

\$0-\$8,375	10%
\$8,376-\$34,000	15%
\$34,001-\$68,650	25%
\$68,651-\$104,625	28%
\$104,626-\$186,825	33%
Over \$186,825	35%

#### Single, Head of Household

\$0 - \$11,950	10%
\$11,951 - \$45,550	15%
\$45,551 - \$117,650	25%
\$117,651 - \$190,550	28%
\$190,551 - \$373,650	33%
Over \$373,650	35%

#### Estates and Trusts

\$0-\$2,300	15%
\$2,301-\$5,350	25%
\$5,351-\$8,200	28%
\$8,201-\$11,200	33%
Over \$11,200	35%

#### Corporations

\$0-\$50,000	15%
\$50,001-\$75,000	25%
\$75,001-\$100,000	34%
\$100,001-\$335,000	39%
\$335,001-\$18,333,333	34-38%
Over \$18,333,333	35%

### Standard Deduction

Married, Filing Jointly	\$11,400
Single	\$5,700
Married, Filing Separately	\$5,700
Head of Household	\$8,400
Blind or over 65 add \$1,100 if married; \$1,400 if single or head of household	

### Itemized Deductions Begin Phase-out

In 2010, taxpayer with AGI above certain amount won't lose part of deduction for personal exemptions/itemized deductions. Congress may reinstate; see IRS.gov for changes.

Personal Exemption: \$3,650

Personal Exemption Phase-out (AGI)

In 2010, taxpayer with AGI above certain amount won't lose part of deduction for personal exemptions/itemized deductions. Congress may reinstate; see IRS.gov for changes.

Kiddie Tax Exemption: \$1,900

Long-term Capital Gains And Qualified Dividend Rates

10% & 15% brackets	0%
Higher brackets	15%
Capital gains on collectibles	28%
Unrecaptured 1250 depreciation	25%

### Pension Plan Limits

IRA contribution (under age 50): \$5,000  
 IRA contribution (age 50 and over): \$6,000  
 Phaseout for deducting IRA contribution (qualified plan participant):  
 Joint: \$89,000-\$109,000 AGI  
 Single or HoH: \$56,000-\$66,000 AGI  
 Phase-out for deducting spousal IRA:  
 \$167,000-\$177,000 AGI

Phase-out of Roth contribution eligibility:

Joint:	\$167,000-\$177,000 MAGI
Single:	\$105,000-\$120,000 MAGI
Filing separate:	\$0-\$10,000 MAGI

No cap for Roth IRA conversions in 2010.

SEP contribution:

Up to 25% of compensation, limit \$49,000  
 Compensation to participate in SEP: \$550

SIMPLE elective deferral

Under 50:	\$11,500
50 & over:	\$14,000

401(k), 403(b)\*, 457 & SARSEP elective deferral, under 50: \$16,500

401(k), 403(b)\*, 457 & SARSEP elective 50 & over: \$22,000

Limit on additions to defined contribution plans: 100% of compensation or \$49,000

Annual benefit limit on defined benefit plan: \$195,000

Highly Compensated employee makes: \$110,000

Annual compensation taken into account for qualified plans: \$245,000

Singles with MAGI below \$27,750, Head of Household below \$41,625 and Joint filers

Below \$55,500 may be eligible for a % tax credit for an IRA, 401(k), 403(b) or 457 plan contribution, in addition to deduction or exclusion.

### Gift and Estate Tax

Gift Tax Annual Exclusion: \$13,000  
 Highest Estate and Gift Tax Rate: 45%  
 Gift Tax and Estate Tax Applicable  
 Credit Amount: \$3,500,000  
 But no more than \$1,000,000 during life  
 Generation Skipping Transfer Tax Exclusion: \$3,500,000  
 Annual Exclusion for Gifts to Non-Citizen Spouse: \$133,000

### Education

Coverdell Education Savings Account (aka Education IRA) Contribution: \$2,000  
 This Coverdale contribution eligibility is phased out:  
 Single: \$95,000-\$110,000  
 Joint: \$190,000-\$220,000

Student loan interest deduction limit: \$2,500  
 This interest deduction is phased out:

Single and HoH: \$60,000-\$75,000 MAGI  
 Joint: \$120,000-\$150,000 MAGI

Highest maximum deduction for current higher education expenses:  
 Single and HoH: AGI less than \$65,000 can deduct \$4,000; AGI between \$65,000 and \$80,000 can deduct \$2,000

Joint: AGI less than \$130,000 can deduct \$4,000; AGI between \$130,000 and \$160,000 can deduct \$2,000

Hope & Lifetime Learning credits phased out:

Single and HoH: \$50,000-\$60,000  
 Joint: \$100,000-\$120,000

American Opportunity Credit Up To \$2,500 phased out: Single and HoH \$80,000-\$90,000  
 Joint: \$160,000-\$180,000

### Social Security

Maximum earning (during work years) Subject to FICA tax: \$106,800  
 Income\* (in retirement) causing Social Security benefits to be taxable:

#### Married, Filing Jointly

50% taxable: \$32,000 MAGI  
 85% taxable: \$44,000 MAGI

#### Single

50% taxable: \$25,000 MAGI  
 85% taxable: \$34,000 MAGI

\*Income in most income including muni bond interest but only 1/2 of Social Security.

\*Special increased limit may apply to certain 403 (b) contributors with 15 or more years of service.

\*\*\*In last three years prior to year of retirement, 457 participant may be able to double elective deferrals. If done, the "catch-up" contribution may not be used.

**2009 Filing Requirements for Most Taxpayers**

<b>IF your filing status is...</b>	<b>AND at the end of 2009 you were...*</b>	<b>THEN file a return if your gross income was at least...**</b>
<b>single</b>	Under 65	\$9,350
	65 or older	\$10,750
<b>Married filing jointly***</b>	Under 65 (both spouses)	\$18,700
	65 or older (one spouse)	\$19,800
	65 or older (both spouses)	\$20,900
<b>Married filing separately</b>	Any age	\$3,650
<b>Head of household</b>	Under 65	\$12,000
	65 or older	\$13,400
<b>Qualifying widow(er) with dependent child</b>	Under 65	\$15,050
	65 or older	\$16,150

- \* If you were born on January 1, 1945, you are considered to be age 65 at the end of 2009.
- \*\* Gross income means all income you received in the form of money, goods, property, and services that is not exempt from tax, including any income from sources outside the United States even if you may exclude part or all of it). Do not include social security benefits unless you are married filing a separate return and you lived with your spouse at any time during 2009.
- \*\*\* If you did not live with your spouse at the end of 2009 (or on the date your spouse died) and your gross income was at least \$3,650, you must file a 2009 return regardless of your age.

Limits for MI state tax exemption for retirees.  
 Out of pension plan ~ Any age  
 Rolled to IRA ~ 59 1/2  
 401k if not life expectancy ~ 65

If all retirement and pension benefits were received from public sources, all benefits are not taxable.

If all retirement and pension benefits were received from private sources, \$45,120 is the limit for single filer, and \$90,240 for married and filing jointly.

*Current as of 2/1/07. Subject to legislative changes. Not intended to be legal or tax advice. Consult a qualified tax advisor regarding specific circumstances.*

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