



# 2019

## 2019 ESTATE & GIFT TAX RATES

The top tax rate applicable to estates and living gifts will be subject to a maximum tax rate of 40%

Subtract applicable credit below from calculated tax

Estate Tax	Exclusion Amount	Federal Credit	Gift Tax Exclusion
2019	\$11,400,000	\$4,505,800	\$11,400,000

### Other estate & gift planning items

	2019
Annual gift tax exclusion	\$15,000
Annual gift tax exclusion for non U.S. citizen spouses	\$155,000
Generation-skipping tax (GST) exemption	\$11,400,000
IRC § 6166 2% limit for deferred estate tax payments	\$1,550,000
Special use valuation for qualified real property	\$1,160,000

## TRADITIONAL & ROTH IRAS

### Contribution limits

	2019
Regular	\$6,000
Catch-Up*	\$1,000

\*Only taxpayers age 50 and over are eligible to make catch-up contributions.

### Roth contribution phase-out

#### MAGI phase-out range for contributions to Roth IRAs in 2019

Married filing jointly: \$193,000–\$203,000	Married filing separately: \$0–\$10,000	Single: \$122,000–\$137,000
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No annual income limit for determining ability to convert traditional IRA to Roth IRA continues for 2019.

### Traditional IRA deductibility rules

Filing Status	Covered by Employer's Retirement Plan?	Modified AGI 2019	Deductibility
Single	No	Any amount	Full deduction
	Yes	\$64,000 or less	Full deduction
		\$64,001–\$73,999	Partial deduction
	\$74,000 or more	No deduction	
Married filing jointly	Neither Spouse Covered	Any amount	Full deduction
	Both Spouses Covered	\$103,000 or less	Full deduction
		\$103,001–\$122,999	Partial deduction
		\$123,000 or more	No deduction
	One Spouse Covered For Covered Spouse	\$103,000 or less	Full deduction
		\$103,001–\$122,999	Partial deduction
		\$123,000 or more	No deduction
	One Spouse Covered For Non-Covered Spouse	\$193,000 or less	Full deduction
		\$193,001–\$202,999	Partial deduction
\$203,000 or more		No deduction	

## QUALIFIED PLANS

	2019
Max elective deferral to retirement plans (e.g. 401(k), 403(b) and 457 plans, and SARSEPs)	\$19,000
Max elective deferral to SIMPLE 401(k) plans	\$13,000
Limit on annual additions to SEP plans	\$56,000
Annual compensation threshold requiring SEP contribution	\$600
Limit on annual additions to defined contribution plans	\$56,000
Maximum annual compensation taken into account for contributions	\$280,000
Annual benefit limit under benefit plans	\$225,000
Threshold amount for definition of highly compensated employee	\$125,000
Threshold amount for definition of key employee/officer in top-heavy plans	\$180,000
<b>Maximum Qualified Longevity Annuity Contract (QLAC):</b> Lessor of \$130,000 or 25% of your aggregate IRA account values.	

### Catch-up contribution limits for other qualified plan types

	2019
401(k), 403(b), SARSEP, and 457 Plans	\$6,000
SIMPLE Plans	\$3,000

# TAX REFERENCE GUIDE



## SOCIAL SECURITY TAX RULES

<b>Social Security Benefit Reduction before Full Retirement Age (FRA).</b>
\$1 of every \$2 over \$17,640/yr before year of FRA
\$1 of every \$3 over \$46,920/yr during the year FRA is reached

## PERCENTAGE OF SOCIAL SECURITY BENEFITS INCLUDED IN TAXES

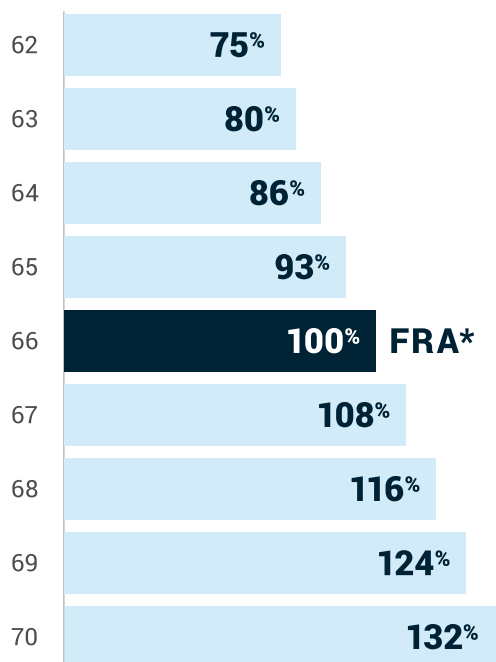
	Single	Married Filing Jointly
0%	<\$25,000	<\$32,000
50%	\$25,000–34,000	\$32,000–44,000
85%	>\$34,000	>\$44,000

**Combined Income above is:**  
Annual Gross Income + 50% Social Security benefits

**Taxable Wage Base for Social Security:** \$132,900



## PERCENTAGE OF SOCIAL SECURITY FULL RETIREMENT BENEFIT IF COLLECTED AT:



\* Full Retirement Age (FRA) for individuals born between 1943–1954

## INCOME TAX COMPARISON 2019

If taxable income is

Over	But Not Over	The Tax Is	Of the Amount Over
<b>Married Filing Jointly and Surviving Spouses</b>			
\$0	\$19,400	\$0 + 10%	\$0
\$19,401	\$78,950	\$1,940 + 12%	\$19,400
\$78,951	\$168,400	\$9,086 + 22%	\$78,950
\$168,401	\$321,450	\$28,765 + 24%	\$168,400
\$321,451	\$408,200	\$65,497 + 32%	\$321,450
\$408,201	\$612,350	\$93,257 + 35%	\$408,200
\$612,351	–	\$164,709.50 + 37%	\$612,350
<b>Single</b>			
\$0	\$9,700	\$0 + 10%	\$0
\$9,701	\$39,475	\$970 + 12%	\$9,700
\$39,476	\$84,200	\$4,543 + 22%	\$39,475
\$84,201	\$160,725	\$14,382.50 + 24%	\$84,200
\$160,726	\$204,100	\$32,748.50 + 32%	\$160,725
\$204,101	\$510,300	\$46,628.50 + 35%	\$204,100
\$510,301	–	\$153,798.50 + 37%	\$510,300

**Estates and Trusts:** Tax rates graduated from 10% to 37%. Income over \$12,750

	Exemption	Phase-out Range
<b>Standard Deductions</b>	<b>Annual</b>	<b>Add'l Age 65 or Older, or Blind</b>
Married Filing Jointly	2019	\$24,400
Head of Household	2019	\$18,350
Single/Married Filing Separately	2019	\$12,200
<b>Child Tax Credit:</b> \$2,000 per child phases out \$50 for each \$2,000 of modified AGI over \$400,000 (married filing jointly), or \$200,000 (single).		
<b>Capital Gains and Qualifying Dividends Tax Rate (2019)</b>		
<b>Taxpayer Bracket</b>	<b>Short Term &lt; 12 Mo</b>	<b>Long Term &gt; 12 Mo</b>
Single: Up to \$39,375 MFJ: Up to \$78,750	Ordinary rate	0%
Single: \$39,376–\$434,550 MFJ: \$78,751–\$488,850	Ordinary rate	15%
Single: \$434,551 and up MFJ: \$488,851 and up	Ordinary rate	20%
<b>Tax on Net Investment Income:</b> Additional 3.8% tax on lesser of net investment income or excess of modified adjusted gross income over \$200,000 single/ \$250,000 married filing jointly		