

U.S. Master Tax Guide[®]

KEY FIGURES FOR THE 2016 TAX YEAR

To stay current with legislation that may affect these rates and amounts, visit our website at CCHGroup.com/TaxUpdates.

STANDARD DEDUCTIONS	
Married, Filing Joint Return (and Surviving Spouse)	\$ 12,600
Head of Household	\$ 9,300
Unmarried (Not Surviving Spouse or Head of Household)	\$ 6,300
Married, Filing Separate Return	\$ 6,300
Dependent Standard Deduction (Minimum)	\$ 1,050
Additional Amount for Blindness or Age	\$ 1,250
Additional Amount as Above if Unmarried and Not S.S.	\$ 1,550
ITEMIZED DEDUCTIONS	
Phaseout of Itemized Deductions (AGI Threshold Starts)	
Married, Filing Joint Return (and Surviving Spouse)	\$ 311,300
Head of Household	\$ 285,350
Unmarried (Not Surviving Spouse or Head of Household)	\$ 259,400
Married, Filing Separate Return	\$ 155,650
Nonbusiness Casualty Loss (AGI Threshold)	10%
Medical Deduction (AGI Threshold)	
Taxpayers, Generally	10%
Taxpayer or Spouse, Age 65 and Older	7.5%
Miscellaneous Itemized Deduction (AGI Threshold)	2%
EXEMPTIONS	
Personal and Dependent Amount	\$ 4,050
Phaseout of Exemptions (AGI Threshold Starts)	
Married, Filing Joint Return (and Surviving Spouse)	\$ 311,300
Head of Household	\$ 285,350
Unmarried (Not Surviving Spouse or Head of Household)	\$ 259,400
Married, Filing Separate Return	\$ 155,650
EDUCATION PROVISIONS	
American Opportunity (Modified Hope) Credit	\$ 2,500
Lifetime Learning Credit	\$ 2,000
Coverdell Education Savings Account Contribution	\$ 2,000
Student Loan Interest Deduction	\$ 2,500
Phaseout of U.S. Savings Bond Interest Exclusion (MAGI Threshold Starts)	
Married, Filing Joint Return	\$ 116,300
Unmarried, Surviving Spouse, or Head of Household	\$ 77,550
ALTERNATIVE MINIMUM TAX (AMT)	
Excess Taxable Income Threshold for 28% Rate	
Individuals, Estates, and Trusts, Generally	\$ 186,300
Married, Filing Separate Return	\$ 93,150
Exemption Amounts	
Married, Filing Joint Return (and Surviving Spouse)	\$ 83,800
Unmarried and Head of Household (not Surviving Spouse)	\$ 53,900
Married, Filing Separate Return	\$ 41,900
Estate and Trust	\$ 23,900
Phaseout of AMT Exemption (AMTI Threshold Starts)	
Married, Filing Joint Return (and Surviving Spouse)	\$ 159,700
Unmarried and Head of Household (not Surviving Spouse)	\$ 119,700
Married, Filing Separate Return	\$ 79,850
Estate and Trust	\$ 79,850

QUICK TAX FACTS





NET INVESTMENT INCOME	
Additional Tax on Net Investment Income of High-Income Taxpayers	3.8%
NET CAPITAL GAINS AND QUALIFIED DIVIDENDS	
Taxpayers in 10% or 15% Income Tax Bracket	0%
Taxpayers in 25%, 28%, 33% or 35% Income Tax Bracket	15%
Taxpayers in 39.6% Income Tax Bracket	20%
Unrecaptured Gain on Real Estate (Section 1250 gain)	25%
Collectibles and Qualified Small Business Stock	28%
ESTATE AND GIFT TAXES	
Estate & Gift Basic Exclusion Amount	\$ 5,450,000
Annual Gift Tax Exclusion (Per Donee)	\$ 14,000
Maximum Estate & Gift Tax Rate	40%
CODE SEC. 179 EXPENSE ALLOWANCE	
Maximum Deduction	\$ 500,000
Investment Limitation	\$ 2,010,000
PAYROLL TAXES	
FICA or Self-Employed Combined Rate (OASDI + Medicare)	15.3%
FICA (Employer or Employee) Rate (OASDI + Medicare)	7.65%
OASDI (Employer or Employee) Rate	6.2%
OASDI Maximum Base	\$ 118,500
Medicare (Employer and Employee) Rate	1.45%
Additional Medicare Rate (High-Income Employees and Self-Employed)	0.9%
FUTA Rate	6.0%
FUTA Wage Base	\$ 7,000
Nanny Tax Threshold	\$ 2,000
RETIREMENT/PENSION PLANS	
Maximum Elective Deferral to 401(k), 403(b), 457, and Thrift Plans	\$ 18,000
Maximum Elective Deferral to SIMPLE 401(k) and SIMPLE IRA Plans	\$ 12,500
Maximum Contribution Limit to Traditional and Roth IRAs	\$ 5,500
Catch-Up Contributions Limits (For Individuals Age 50 and Over)	
401(k), 403(b), 457, and Thrift Plans	\$ 6,000
SIMPLE 401(k) and SIMPLE IRA Plans	\$ 3,000
Traditional and Roth IRAs	\$ 1,000
Limit on Annual Additions to Defined Contribution Plans and SEPs	\$ 53,000
Annual Compensation Limit for Determining Contributions	\$ 265,000
SEP Minimum Compensation Amount	\$ 600
Limit on Annual Benefits Under Defined Benefit Plans	\$ 210,000
Highly Compensated Employee Threshold	\$ 120,000
HEALTH CARE	
Health Savings Account (HSA) Contribution Limit	
Self-Only Coverage	\$ 3,350
Family Coverage	\$ 6,750
Health Flexible Savings Account (FSA) Contribution Limit	\$ 2,550
TRANSPORTATION	
Business Mileage Rate	54¢
Medical and Moving Mileage Rate	19¢
Charitable Mileage Rate	14¢
Depreciation Component of Standard Mileage Rate	24¢
High/Low Cost Locality Per Diem Travel Rates (after 9/30/15)	High: \$275 / Low: \$185
High/Low Cost Locality Per Diem Travel Rates (after 9/30/16)	High: \$282 / Low: \$189