

Federal Tax Rates and Limits for 2018

Individual Income Tax Rates

Taxable income	Flat Amount	+	%	Of amount over
Unmarried Individuals				
\$ 0 to \$ 9,525	\$ 0		10%	\$ 0
9,526 to 38,700	952.50		15%	9,525
38,701 to 93,700	5,328.75		25%	38,700
93,701 to 195,450	19,078.75		28%	93,700
195,451 to 424,950	47,568.75		33%	195,450
424,951 to 426,700	123,303.75		35%	424,950
426,701 to +	123,916.25		39.6%	426,700
Married Filing Jointly and Surviving Spouses				
\$ 0 to \$ 19,050	\$ 0		10%	\$ 0
19,051 to 77,400	1,905		15%	19,050
77,401 to 156,150	10,657.50		25%	77,400
156,151 to 237,950	30,345		28%	156,150
237,951 to 424,950	53,249		33%	237,950
424,951 to 480,050	114,959		35%	424,950
480,051 to +	134,244		39.6%	480,050
Head of Household				
\$ 0 to \$ 13,600	\$ 0		10%	\$ 0
13,601 to 51,850	1,360		15%	13,600
51,851 to 133,850	7,097.50		25%	51,850
133,851 to 216,700	27,597.50		28%	133,850
216,701 to 424,950	50,795.50		33%	216,700
424,951 to 453,350	119,518		35%	424,950
453,351 to +	129,458		39.6%	453,350
Married Filing Separately				
\$ 0 to 9,525	\$ 0		10%	\$ 0
9,525 to 38,700	952.50		15%	9,525
38,701 to 78,075	5,328.75		25%	38,700
78,076 to 118,975	15,172.50		28%	78,075
118,976 to 212,475	26,624.50		33%	118,975
212,476 to 240,025	57,476.50		35%	212,475
320,026 to +	67,122		39.6%	240,025
Estates and Trusts				
\$ 0 to 2,600	\$ 0		15%	\$ 0
2,600 to 6,100	390		25%	2,600
6,100 to 9,300	1,265		28%	6,100
9,300 to 12,700	2,161		33%	9,300
12,700 to +	3,283		39.6%	12,700

Exemption Amounts for Alternative Minimum Tax

Filing Status	2018 Exemption	Exemption Amounts Phase out at	2018 AMT Income in Excess of Exemption	AMT Rate
Single	\$55,400	\$123,100	First \$191,500 Above \$191,500	26% 28%
Married filing jointly	\$86,200	\$164,100	First \$191,500 Above \$191,500	26% 28%
Married filing separately	\$43,100	\$82,050	First \$95,750 Above \$95,750	26% 28%

Capital Gains Tax Rates

Taxable Income	Tax Rate
Less than 25% income tax bracket	0%
Over 25% but less than 39.6% income tax bracket	15%
39.6% income tax bracket	20%
Taxes on un-recaptured Sec. 1250 gains:	25%
Capital gains rates on collectibles:	28%

Standard Deductions

Filing Status	Standard Deduction
Single	\$ 6,500
Married filing jointly	13,000
Head of household	9,550
Married filing separately	6,500

Additional deductions for certain taxpayers (provided they don't itemize): Age 65 or blind -- \$1,3000 if married; \$1,600 if unmarried and not a surviving spouse. Dependents may take only a limited standard deduction which cannot exceed the greater of (i) \$1,050 or (ii) \$350 plus earned income (up to the regular standard deduction).

Personal Exemption

Filing Status	Personal Exemption Amount	2% phaseout begins at AGI of:
Single	\$4,150	\$266,700
Married filing jointly	4,150	320,000
Head of household	4,150	293,350
Married filing separately	4,150	160,000

Gift and Estate Tax

Unified Tax Rates:	Flat Amount	+	%	of Amount Over
\$ 0 to \$ 10,000	\$ 0		18%	\$ 0
10,000 to 20,000	1,800		20%	10,000
20,000 to 40,000	3,800		22%	20,000
40,000 to 60,000	8,200		24%	40,000
60,000 to 80,000	13,000		26%	60,000
80,000 to 100,000	18,200		28%	80,000
100,000 to 150,000	23,800		30%	100,000
150,000 to 250,000	38,800		32%	150,000
250,000 to 500,000	70,800		34%	250,000
500,000 to 750,000	155,800		37%	500,000
750,000 to 1,000,000	248,300		39%	750,000
1,000,000 to —	345,800		40%	1,000,000

Estate Tax & Lifetime Gift Tax Applicable Exclusion Amount:

(Basic Exclusion Amount): \$5,600,000
 Annual Gift Tax Exclusion: \$15,000 per donee
 Annual Gift Tax Exclusion for a Noncitizen Spouse: \$152,000

Social Security

Benefits: Full retirement age is 66, if born between 1943 and 1954. Maximum monthly benefit is \$2,788, if full retirement begins in 2018.

Retirement earnings exempt amounts:

Before full retirement age:	\$ 17,040
If full retirement age is reached during the year:	45,360
After full retirement age:	No limit

Income Taxation of Social Security Benefits:

To calculate the special tax base for determining whether a taxpayer's Social Security retirement benefits are subject to tax, add one-half of Social Security benefits, plus all other income (including tax-exempt).

Filing Status	Tax Base	% of Benefits Taxed
Single or head of household	\$25,000 - \$34,000 Over \$34,000	50% 85%
Married filing jointly	\$32,000 - \$44,000 Over \$44,000	50% 85%
Married filing separately	Depends on whether or not the spouses lived together during tax year.	Up to 85%

FICA: Social Security tax paid on income up to \$128,700

	% withheld	Maximum tax payable
Employee pays	6.2%	\$ 7,979.40
Employer pays	6.2%	7,979.40
Self-employed pays	12.4%	15,958.80

Retirement Plan Contribution Limits

Defined Contribution Plans [IRC Sec. 415(c)]	
Annual Contribution Limit:	\$ 55,000
Defined Benefit Plans [IRC Sec. 415(b)]	
Annual Benefit Limit:	220,000
401(k), 403(b), SARSEPS, and 457(b) Plans	
Elective Deferrals:	18,500
Age 50+ catch-up provisions:	6,000
SIMPLE Plans	Elective Deferral: 12,500
	Age 50+ catch-up provisions: 3,000
Maximum annual compensation used to calculate contributions for most plans: 275,000	

Individual Retirement Accounts

Contribution limit of \$5,500, with an age 50+ catch-up provision of \$1,000, subject to the following income limits.

Type	Adjusted Gross Income Range at which Allowable Contributions Phase Out
Traditional (non-deductible)	None
Traditional (deductible)	If covered by a retirement plan: \$101,000 to \$121,000 - Joint \$63,000 to \$73,000 - Single or HOH \$10,000 - Married filing separately
	If married & only 1 spouse is covered by plan: \$189,000 - \$199,000 Joint \$189,000 to \$199,000 - Joint \$120,000 to \$135,000 - Single or HOH
Roth	\$10,000 - Married filing separately, or active retirement plan participant (No income limit for Roth conversions)

Required Minimum Distributions—

Uniform Lifetime Table

Calculate RMDs from qualified retirement plans and IRAs by dividing the account balance on Dec. 31 of the preceding year by the factor that corresponds to the account owner's attained age in the year of the distribution. Married owners with spouses more than ten years younger use the Joint and Last Survivor Table to calculate RMDs.

Age	Factor	Age	Factor	Age	Factor	Age	Factor
70	27.4	80	18.7	90	11.4	100	6.3
71	26.5	81	17.9	91	10.8	101	5.9
72	25.6	82	17.1	92	10.2	102	5.5
73	24.7	83	16.3	93	9.6	103	5.2
74	23.8	84	15.5	94	9.1	104	4.9
75	22.9	85	14.8	95	8.6	105	4.5
76	22.0	86	14.1	96	8.1	106	4.2
77	21.2	87	13.4	97	7.6	107	3.9
78	20.3	88	12.7	98	7.1	108	3.7
79	19.5	89	12.0	99	6.7	109	3.4

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