

2018 Tax Reference Guide

Tax Rates

2018 Individual Tax Rates

| Single Individuals (other than surviving spouses and heads of households) | |
|---|--|
| Taxable Income | 2018 Tax |
| Not over \$9,525 | 10% of the taxable income |
| Over \$9,525 but not over \$38,700 | \$952.50 plus 12% of excess over \$9,525 |
| Over \$38,700 but not over \$82,500 | \$4,453.50 plus 22% of the excess over \$38,700 |
| Over \$82,500 but not over \$157,500 | \$14,089.50 plus 24% of the excess over \$82,500 |
| Over \$157,500 but not over \$200,000 | \$32,089.50 plus 32% of the excess over \$157,500 |
| Over \$200,000 not over \$500,000 | \$45,689.50 plus 35% of the excess over \$200,000 |
| Over \$500,000 | \$150,689.50 plus 37% of the excess over \$500,000 |

| Married Individuals Filing Separate Returns | |
|---|---|
| Taxable Income | 2018 Tax |
| Not over \$9,525 | 10% of the taxable income |
| Over \$9,525 but not over \$38,700 | \$952.50 plus 12% of excess over \$9,525 |
| Over \$38,700 but not over \$82,500 | \$4,453.50 plus 22% of the excess over \$38,700 |
| Over \$82,500 but not over \$157,500 | \$14,089.50 plus 24% of the excess over \$82,500 |
| Over \$157,500 but not over \$200,000 | \$32,089.50 plus 32% of the excess over \$157,500 |
| Over \$200,000 not over \$300,000 | \$45,689.50 plus 35% of the excess over \$200,000 |
| Over \$300,000 | \$80,689.50 plus 37% of the excess over \$300,000 |

| Married Individuals Filing Joint Returns & Surviving Spouses | |
|--|---|
| Taxable Income | 2018 Tax |
| Not over \$19,050 | 10% of the taxable income |
| Over \$19,050 but not over \$77,400 | \$1,905 plus 12% of excess over \$19,050 |
| Over \$77,400 but not over \$165,000 | \$8,907 plus 22% of the excess over \$77,400 |
| Over \$165,000 but not over \$315,000 | \$28,179 plus 24% of the excess over \$165,000 |
| Over \$315,000 but not over \$400,000 | \$64,179 plus 32% of the excess over \$315,000 |
| Over \$400,000 but not over \$600,000 | \$91,379 plus 35% of the excess over \$400,000 |
| Over \$600,000 | \$161,379 plus 37% of the excess over \$600,000 |

| Heads of Households | |
|---------------------------------------|---|
| Taxable Income | 2018 Tax |
| Not over \$13,600 | 10% of the taxable income |
| Over \$13,600 but not over \$51,800 | \$1,360 plus 12% of excess over \$13,600 |
| Over \$51,800 but not over \$82,500 | \$5,944 plus 22% of the excess over \$51,800 |
| Over \$82,500 but not over \$157,500 | \$12,698 plus 24% of the excess over \$82,500 |
| Over \$157,500 but not over \$200,000 | \$30,698 plus 32% of the excess over \$157,500 |
| Over \$200,000 not over \$500,000 | \$44,298 plus 35% of the excess over \$200,000 |
| Over \$500,000 | \$149,298 plus 37% of the excess over \$500,000 |

2018 C Corporation Tax Rates

| Taxable Income | 2018 Tax |
|----------------------|----------|
| Any amount of income | 21% |

2018 Estates & Trusts Tax Rates

| Taxable Income | 2018 Tax |
|------------------------------------|---|
| Not over \$2,550 | 10% of the taxable income |
| Over \$2,550 but not over \$9,150 | \$255 plus 24% of the excess over \$2,550 |
| Over \$9,150 but not over \$12,500 | \$1,839 plus 35% of the excess over \$9,150 |
| Over \$12,500 | \$3,011.50 plus 37% of the excess over \$12,500 |

Personal Deductions

Standard Deduction

| Taxable Income | 2018 Tax |
|--|----------|
| Single Individuals | \$12,000 |
| Married Individuals Filing Separate Returns | \$12,000 |
| Heads of Households | \$18,000 |
| Married Individuals Filing Joint Returns & Surviving Spouses | \$24,000 |
| Dependents | \$12,000 |

Personal Exemptions

| | |
|----------------|----------------------|
| Per individual | No longer applicable |
|----------------|----------------------|

Capital Gain Rates

| Capital Asset | Holding Period | Tax Rate |
|--|-----------------------|---|
| Short-term capital gains. | One year or less. | Ordinary income tax rates, up to 37%. |
| Long-term capital gains. | More than one year. | Taxpayers with income below the 15% rate threshold below, pay 0%. |
| | | Married Filing Jointly: 15% Rate - \$77,200 - \$479,000 20% Rate - over \$479,000 |
| | | Married Filing Separately: 15% Rate - \$38,600 - \$239,500 20% Rate - over \$239,500 |
| | | Head of Household: 15% Rate - \$51,700 - \$452,400 20% Rate - over \$452,400 |
| | | Unmarried Individuals: 15% Rate - \$38,600 - \$425,800 20% Rate - over \$425,800 |
| | | Trusts & Estates: 15% Rate - \$1 - \$12,700 20% Rate - over \$12,700 |
| Collectibles. | More than one year. | 28%. |
| Section 1202 qualified small business stock. | More than five years. | 28%. |
| Unrecaptured \$1250 Gain, (gains on real property attributable to straight-line depreciation). | More than one year. | 25%. |

Vehicles

Standard Mileage Rates

| IRS Mileage Rate (in cents per mile) | |
|---|------|
| Business | 54.5 |
| Charitable | 14.0 |
| Medical & Moving | 18.0 |
| Depreciation (portion of standard mileage rate) | 25.0 |

Passenger Vehicles

| Depreciation Limits for Passenger Vehicles Placed in Service in 2018 | | |
|--|-------------------------|-----------------------|
| Tax Year | With Bonus Depreciation | No Bonus Depreciation |
| 1st Tax Year | \$18,000 | \$10,000 |
| 2nd Tax Year | \$16,000 | \$16,000 |
| 3rd Tax Year | \$9,600 | \$9,600 |
| Each Succeeding Year | \$5,760 | \$5,760 |

Note: Trucks and vans with gross vehicle weight ratings of less than 6,000 pounds will have slightly higher luxury depreciation limits when the IRS releases them.

Retirement Plans

| IRA Contribution (under age 50) | \$5,500 | |
|--|---------------------------|--|
| IRA Contribution (50 and older) | \$6,500 | |
| IRA Deduction AGI Phaseout | | |
| Single or Head of Household | \$63,000 - \$73,000 | |
| Married, filing jointly | \$101,000 - \$121,000 | |
| Married, filing separately | \$0 - \$10,000 | |
| Spousal IRA | \$189,000 - \$199,000 | |
| Phase out of Roth IRA Contribution Eligibility | | |
| Single | \$120,000 - \$135,000 | |
| Married, filing jointly | \$189,000 - \$199,000 | |
| Retirement Plan | Max Employee Contribution | Max Employer Contribution |
| SEP | N/A | 25% of wages or 20% of net self-employment income, max of \$55,000 |
| SIMPLE IRA | *\$12,500 | N/A |
| 401(k) | **\$18,500 | ***25% of wages |

*\$15,500 if 50 or older **\$24,500 if 50 or older ***Combined max of employee and employer contributions is \$55,000 in 2018