

# 2017 Tax Facts

*...at a Glance*



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## Income Taxes

2016				2017			
		If Taxable Income is:				If Taxable Income is:	
Over	But Not Over	The Tax is	Of the Amount Over	Over	But Not Over	The Tax is	Of the Amount Over
<b>Married Filing Jointly:</b>				<b>Married Filing Jointly:</b>			
\$ 0	\$ 18,550	\$ 0 + 10%	\$ 0	\$ 0	\$ 18,650	\$ 0 + 10%	\$ 0
18,550	75,300	1,855 + 15%	18,550	18,650	75,900	1,865 + 15%	18,650
75,300	151,900	10,367.50 + 25%	75,300	75,900	153,100	10,452.50 + 25%	75,900
151,900	231,450	29,517.50 + 28%	151,900	153,100	233,350	29,752.50 + 28%	153,100
231,450	413,350	51,791.50 + 33%	231,450	233,350	416,700	52,222.50 + 33%	233,350
413,350	466,950	111,818.50 + 35%	413,350	416,700	470,700	112,728 + 35%	416,700
466,950	And Over	130,578.50 + 39.6%	466,950	470,700	And Over	131,628 + 39.6%	470,700
<b>Single:</b>				<b>Single:</b>			
\$ 0	\$ 9,275	\$ 0 + 10%	\$ 0	\$ 0	\$ 9,325	\$ 0 + 10%	\$ 0
9,275	37,650	927.50 + 15%	9,275	9,325	37,950	932.50 + 15%	9,325
37,650	91,150	5,183.75 + 25%	37,650	37,950	91,900	5,226.25 + 25%	37,950
91,150	190,150	18,558.75 + 28%	91,150	91,900	191,650	18,713.75 + 28%	91,900
190,150	413,350	46,278.75 + 33%	190,150	191,650	416,700	46,643.75 + 33%	191,650
413,350	415,050	119,934.75 + 35%	413,350	416,700	418,400	120,910.25 + 35%	416,700
415,050	And Over	120,529.75 + 39.6%	415,050	418,400	And Over	121,505.25 + 39.6%	418,400
<b>Estates and Trusts:</b>				<b>Estates and Trusts:</b>			
\$ 0	\$ 2,550	\$ 0 + 15%	\$ 0	\$ 0	\$ 2,550	\$ 0 + 15%	\$ 0
2,550	5,950	382.50 + 25%	2,550	2,550	6,000	382.50 + 25%	2,550
5,950	9,050	1,232.50 + 28%	5,950	6,000	9,150	1,245 + 28%	6,000
9,050	12,400	2,100.50 + 33%	9,050	9,150	12,500	2,127 + 33%	9,150
12,400	And Over	3,206 + 39.6%	12,400	12,500	And Over	3,232.50 + 39.6%	\$12,500

### Standard Deductions

2016

2017

Married Filing Jointly	\$ 12,600	\$12,700
Single	6,300	6,350
Additional (Age 65/older or blind):		
Married	\$ 1,250	\$ 1,250
Unmarried and not surviving spouse	1,550	1,550

### Itemized Deductions

2016

2017

#### Income Over Applicable Amount Triggers Itemized Deduction Limitation\*

Married Filing Jointly	\$ 311,300	\$ 313,800
Single	259,400	261,500

\*Itemized deduction reduced by the lesser of (a) 3% of the adjusted gross income above the applicable amount, or (b) 80% of the amount of the itemized deductions otherwise allowable for the taxable year.

### Personal Exemptions

2016

2017

Personal Exemption	\$ 4,050	\$ 4,050
Phase-Out Range for		
Married Filing Jointly	\$ 311,300 – 433,800	\$ 313,800 – 436,300
Single	259,400 – 381,900	261,500 – 384,000

### Kiddie Tax (under age 18 with unearned income)

2016

2017

Tax Bracket

First	\$ 1,050	\$ 1,050	No Tax
Next	1,050	1,050	Child's Rate
Amounts Over	2,100	2,100	Parents' Rate

Qualified Plans	2016	2017
Maximum elective deferral to retirement plans (e.g., 401(k), 403(b), & 457)	\$ 18,000	\$ 18,000
401(k), 403(b), 457 age 50+ catch-up contribution	6,000	6,000
Maximum IRA contribution	5,500	5,500
IRA age 50+ catch-up contribution	1,000	1,000
Maximum elective deferral to SIMPLE plan	12,500	12,500
SIMPLE IRA age 50+ catch-up contribution limit	3,000	3,000
SEP minimum compensation amount	600	600
Annual includable compensation limit	265,000	270,000
Defined contribution plan annual addition limit	53,000	54,000
Highly compensated employee compensation amount	120,000	120,000
Annual retirement benefit limit under defined benefit plan (not to exceed 100% of compensation)	210,000	215,000
Definition of key employee in a top-heavy plan	170,000	175,000

IRAs	2016	2017
<b>Phase-Out Range for Deductible Contributions to Traditional IRAs</b>		
Married Filing Jointly		
Both spouses are participants in qualified plan	\$ 98,000 – \$118,000	\$ 99,000 – \$119,000
Spouse is participant in qualified plan	\$184,000 – \$194,000	\$186,000 – \$196,000
Single	\$ 61,000 – \$ 71,000	\$ 62,000 – \$ 72,000
<b>Phase-Out Range for Contributions to Roth IRAs</b>		
Married Filing Jointly		
	\$184,000 – \$194,000	\$186,000 – \$196,000
Single	\$117,000 – \$132,000	\$118,000 – \$133,000

Capital Gains Tax	2016	2017
Rate on gains for assets held:	More than 12 months	More than 12 months
15% income tax bracket or below	0%	0%
25%, 28%, 33%, 35% income tax bracket	15%	15%
39.6% income tax bracket	20%	20%

Eligible Long Term Care Premiums		
Age	2016 Max Premium Deduction	2017 Max Premium Deduction
40 and under	\$ 390	\$ 410
41 – 50	\$ 730	\$ 770
51 – 60	\$ 1,460	\$ 1,530
61 – 70	\$ 3,900	\$ 4,090
> 70	\$ 4,870	\$ 5,110

HIPAA Per Diem	2016	2017
Daily Limit	\$ 340	\$ 360

## Scheduled Estate and Gift Tax Changes

Year	Top Estate Tax Rate	Estate Tax Exemption	Applicable Credit	Gift Tax Lifetime Exemption	Gift Tax Applicable Credit Amount	Top Gift Tax Rate
2007	45%	\$ 2 million	\$ 780,800	\$ 1 million	\$ 345,800	45%
2008	45%	2 million	780,800	1 million	345,800	45%
2009	45%	3.5 million	1,455,800	1 million	345,800	45%
2010*	35%	5 million	1,730,800	1 million	345,800	35%
2011	35%	5 million	1,730,800	5 million	1,730,800	35%
2012	35%	5.12 million	1,772,800	5.12 million	1,772,800	35%
2013	40%	5.25 million	2,045,800	5.25 million	2,045,800	40%
2014	40%	5.34 million	2,081,800	5.34 million	2,081,800	40%
2015	40%	5.43 million	2,117,800	5.43 million	2,117,800	40%
2016	40%	5.45 million	2,125,800	5.45 million	2,125,800	40%
2017	40%	5.49 million	2,141,800	5.49 million	2,141,800	40%

\*The Tax Relief, Unemployment Insurance Reauthorization and Job Creation Act of 2010 is retroactive. 2010 decedents are subject to estate taxes and get the benefit of a \$5 million exemption. However, executors of the estate of 2010 decedents get the option of electing back into the estate tax repeal. In other words, executors may choose: 1) application of the new law; or 2) no estate tax but application of the modified carried over basis regime (carryover basis with \$1.3 million and \$3 million basis adjustments).

## Gift Tax 2017

### Annual Gift Tax Exclusion:

Individual donor may gift \$14,000 per donee

Individual may gift to non-U.S. citizen spouse \$149,000

Generation-Skipping Transfer Tax Exemption: \$5,490,000

## Social Security

	2016	2017
Full Retirement Age*	66 years, 6 months	66 years, 6 months
Portion of Benefit Paid at Age 62*	72.5%	75%
Income subject to social security tax (OASDI)	\$118,500	\$127,200

\*Assumes born in 1957

## Maximum Earnings Before Social Security Benefits Are Reduced

	2016	2017
Before Full Retirement Age (lose \$1 for every \$2 of earnings)	\$15,720	\$16,920
Year of Full Retirement Age	41,880	44,880
After Full Retirement	no limit	no limit

## FICA Limits

### Maximum Compensation Subject to FICA Taxes

	2016	2017
OASDI (Social Security) maximum	\$118,500	\$127,200
HI (Medicare) maximum	no limit	no limit

2016 & 2017 FICA Rates	Self-Employed	Employee
OASDI (Social Security)	12.4%	6.2%
HI (Medicare)	2.9%	1.45%
Additional Medicare Tax*	0.9%	0.9%

\*Beginning in 2013, the additional Medicare tax applies to wages and self-employment income above the following thresholds:

Filing Status	Wages or Self-Employment Income Above the Threshold
Married Filing Jointly	Amounts over \$250,000
Married Filing Separately	Amounts over \$125,000
All Other Taxpayers	Amounts over \$200,000

Education Incentives	2016	2017
<b>Phase-Outs for American Opportunity Credit/ Hope Scholarship Credit</b>		
Married Filing Jointly	\$160,000 – \$180,000	\$160,000 – \$180,000
Others	\$ 80,000 – \$ 90,000	\$ 80,000 – \$ 90,000
<b>Phase-Outs for Lifetime Learning Credits</b>		
Married Filing Jointly	\$110,000 – \$130,000	\$112,000 – \$132,000
Others	\$ 55,000 – \$ 65,000	\$ 56,000 – \$ 66,000
<b>Phase-Outs for Exclusion of U.S. Savings Bond Income</b>		
Married Filing Jointly	\$116,300 – \$146,300	\$117,250 – \$147,250
Others	\$ 77,550 – \$ 92,550	\$ 78,150 – \$ 93,150
<b>Phase-Outs for Coverdell Education Savings Accounts</b>		
	Maximum contribution of \$2,000	Maximum contribution of \$2,000
Married Filing Jointly	\$190,000 – \$220,000	\$190,000 – \$220,000
Single	\$ 95,000 – \$110,000	\$ 95,000 – \$110,000

<b>States With Separate Estate Tax</b>	CT, DC, DE, HI, IL, MA, MD, ME, MN, NJ, NY, OR, RI, VT, WA
<b>States With Inheritance Tax</b>	IA, KY, MD, NE, NJ, PA
<b>Community Property States</b>	AK*, AZ, CA, ID, LA, NM, NV, TX, WA, WI *Opt-in community property state

Corporations (for all tax years since 1993)			
If Taxable Income is:			
Over	But Not Over	The Tax Is	Of The Amount Over
\$ 0	\$ 50,000	\$ 0 + 15%	\$ 0
50,000	75,000	7,500 + 25%	50,000
75,000	100,000	13,750 + 34%	75,000
100,000	335,000	22,250 + 39%	100,000
335,000	10,000,000	113,900 + 34%	335,000
10,000,000	15,000,000	3,400,000 + 35%	10,000,000
15,000,000	18,333,333	5,150,000 + 38%	15,000,000
18,333,333	And Over	6,416,667 + 35%	18,333,333