

## STANDARD DEDUCTIONS

	2009	2008
Dep	950	900
S	5,700	5,450
Jt	11,400	10,900
HH	8,350	8,000
MS	5,700	5,450

### Blind, 65+

Marrieds	1,100	1,050
Others	1,400	1,350

## EXEMPTIONS

	2009	2008
Basic	3,650	3,500

### PHASE OUT:

2% of ea 2500 of AGI >

S	166,800	159,950
JT	250,200	239,950
HH	208,500	199,950
MS	125,100	119,975

## ITEMIZED PHASE OUT

3% of AGI >

(Max 80%)

MS	83,400	79,975
Other	166,800	159,950

## 2008 TAX BRACKETS (Top of)

	10%	15%	25%
S	8,025	32,550	78,850
JT	16,050	65,100	131,450
HH	11,450	43,650	112,650
MS	8,025	32,550	65,725
	28%	33%	35%
S	164,550	357,700	Above
JT	200,300	357,700	Above
HH	182,400	357,700	Above
MS	100,150	178,850	Above

## LUXURY VEHICLE LIMITS - 2008

2003	Auto	YR-6	1,775
	Trk/Van	YR-6	1,975
2004	Auto	YR-5	1,675
	Trk/Van	YR-5	1,875
2005	Auto	YR-4	1,675
	Trk/Van	YR-4	1,875
2006	Auto	YR-3	2,850
	Trk/Van	YR-3	3,150
2007	Auto	YR-2	4,900
	Trk/Van	YR-2	5,200
2008	Auto	YR-1	10,960 (2,960*)
	Trk/Van	YR-1	11,160 (3,160*)

\*Elect out of bonus depreciation

## MILEAGE RATES

	2009	2008(Jan-Jun)	2008(July-Dec)
Business	.55	.505	.585
Bus Depr Element	.21	.21	.21
Charity	.14	.14	.14
Medical/Moving	.24	.19	.27

## STD MEAL ALLOWANCE - '08 (9/30/08)

Conus Rates	Trans Wrks	Others
High Cost Locals	\$ 52	\$64
Other Locals	\$ 52	\$39

## SOCIAL SECURITY

	2009	2008
FICA Rate	6.20%	6.20%
MC Rate ( No Limit)	1.45%	1.45%
Max Wage	106,800	102,000
Max FICA Tax	6,621.60	6,324.00
SE Rate	12.4%	12.4%
SE MC (No Limit)	2.90%	2.90%
Max Tax	13,243.20	12,648.00
Ern Lmt<65	14,160	13,560

## MACRS

YR	3	5	7
1	33.33	20.00	14.29
2	44.45	32.00	24.49
3	14.81	19.20	17.49
4	7.41	11.52	12.49
5		11.52	8.93
6		5.76	8.92
7			8.93
8			4.46

## MACRS REAL PROP

27.5 Yr	3.636
39.0 Yr	2.564
31.5 Yr	3.175

## 1099-R CODES

<b>1</b> – Premature Pen	<b>2</b> – Premature-Ex
<b>3</b> – Disability	<b>4</b> – Death
<b>5</b> – Prohibited Trns	<b>6</b> – Sec 1035 Ex
<b>7</b> – Normal Dist	<b>8</b> – Excess Contribution
<b>A</b> – Qual for Aver	<b>9</b> – Cost-Life Ins
<b>B</b> – Designated Roth Distr.	<b>D</b> – Excess Contribution
<b>E</b> – Excess Additions	<b>F</b> – Charitable Gift Annuity
<b>G</b> – Direct R/O to QP	<b>H</b> – Direct R/O Desig Roth
<b>J</b> – Roth IRA Early Distr.	<b>L</b> – Loans = Distrib.
<b>N</b> – Rechar IRA 08/08	
<b>P</b> – Excess Contribution/Earn Taxable in 2007	
<b>Q</b> – Qual Roth Distr.	<b>R</b> – Rechar IRA 07/08
<b>S</b> – Early Simple	<b>T</b> – Roth - Exception

## IRA PHASE OUTS

	2009	2008
<b>Conventional – active part</b>		
S/HH	55 – 65,000	53 – 63,000
J	89 – 109,000	85 – 105,000
MS	0 – 10,000	0 – 10,000
Spouse (not Act)	166 – 176,000	159 – 169,000
<b>Roth</b>		
S/HH	105 – 120,000	101 – 116,000
J	166 – 176,000	159 – 169,000
MS	0 – 10,000	0 – 10,000

## MAX IRA CONTRIBUTION

	2009	2008
Under age 50	5,000	5,000
Age 50 and over	6,000	6,000

## SECTION 179 DEDUCTION

2008	250,000
2009	133,000

**EDUCATION P/O** 2009 2008

**Hope/LL Credits**

J	100 – 120,000	96 – 116,000
All Others	50 – 60,000	48 – 58,000
MS/Dep Another	No Credit	No Credit
Max Hope Credit	1,800	1,800
Max Lifetime Credit	2,000	2,000

**Higher Ed Interest**

J	120 – 150,000	115 – 145,000
All Others (not MS)	60 – 75,000	55 – 70,000
Max Deduction	2500	2500

**Coverdell**

J	190 – 220,000
All Others	95 – 110,000
Max Contribution	2,000

**EST TAX SAFE HARBOR**

**2008 & 2009**

De minimis Balance Due	\$1,000
% of Prior Year	100%
High Income % of Prior Year	110%
% of Current Year	90%

**2008 PERTINENT AGES**

BORN	AGE	BORN	AGE
'95	13	'58	50
'89	19	'49	59
'84	24	'43	65
'83	25	'39	70

**2008 EIC PHASE OUT**

	Jt	Others
W/No Child	15,880	12,880
W/One Child	36,995	33,995
W/Two Child	41,646	38,646
Disqualified Income	2,950	2,950

**IMPORTANT DATES**

Home Sale	05/07/97
Home Office Depr. Recapture	05/07/97
Capital Gains	05/06/03

**2009 TAX CALENDAR**

Jan 15	4th Qtr 2008 Est Due
Feb 2	W-2s and 1099s Due to Payees
Mar 2	W-2s and 1099 Filings Due
Mar 2	Farmers & Fishermen Alt Date
Mar 16	2008 C and S Corp or Ext Due
Apr 1	IRA Dist Due if TP 70½ in 2008
Apr 15	2008 1040 or Ext Due
Apr 15	2008 Cal Year 1065 or Ext Due
Apr 15	1st Qtr 2009 Est Due
Jun 15	2nd Qtr 2009 Est Due
Jun 15	TP Abroad 1040 or Ext Due
Jul 31	Pension Plan (Form 5500) Due
Sep 15	3rd Qtr 2009 Est Due
Sep 15	2008(Cal. Yr) 1041,1065,1120 & 1120S Ext Returns Due
Oct 15	2008 1040 Ext Returns Due

**MAX '08 MED DED LT CARE**

AGE	CAP	AGE	CAP
40 or less	310	70 or less	3,080
50 or less	580	>70	3,850
60 or less	1,150	Per Diem	270

**ANNUAL GIFT TAX EXCEPTION**

<b>2009</b>	<b>2006 – 2008</b>
13,000	12,000

**UNIFIED ESTATE & GIFT TAX SCHEDULE**

Year	Estate Tax		Gift Tax	
	Exemption (Millions \$)	Top Tax Rate	Exemption (Millions \$)	Top Tax Rate
2006	2.0	46%	1.0	46%
2007	2.0	45%	1.0	45%
2008	2.0	45%	1.0	45%
2009	3.5	45%	1.0	45%
2010	n/a	n/a	1.0	35%
2011	1.0	55%	1.0	55%

**UNIFORM LIFETIME TABLE**

Age	Life	Age	Life	Age	Life	Age	Life
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

**STANDARD DEDUCTION:**

Dependent	900
S, MS	3,692
JT, HH, SS	7,384
Exemption Credit	99
Dependent Ex	309

**SDI:**

	2009	2008
Max Wage	90,669	86,698
Rate	.011	.008
Maximum Tax	997.36	693.58

**ITEMIZED DEDUCTION AND EX CREDIT P/O (FED AGI):**

S, MS	163,187
HH	244,785
JT	326,379

**CREDIT CODES:**

Jt Cust HH	170
Sr HH	163
Child Adoption	197
Employer CC contribution	190
Research	183
Low-Income Housing	172
Other State Tax	187
Disabled Access	205
Prior Yr AMT	188

2008 CALIFORNIA