

2009 Annual Limits Relating to Financial Planning



Traditional and Roth IRAs

Traditional and Roth IRA Contribution Limits	\$5,000
Traditional and Roth IRA Catch-up Contributions	\$1,000
IRA Deduction Phase-out for Active Participants	
Single	\$55,000 - \$65,000
Married Filing Jointly	\$89,000 - \$109,000
IRA Deduction Phase-out for Spousal Contributions	
Married Filing Jointly	\$166,000 - \$176,000
Roth IRA Contribution Phase-out	
Single	\$105,000 - \$120,000
Married Filing Jointly	\$166,000 - \$176,000
Married Filing Separately	\$0 - \$10,000

Employer Retirement Plans

Elective deferrals for 401(k), 403(b), 457 and SAR-SEPs	\$16,500
401(k), 403(b), 457 and SAR-SEP Catch-Up Contribution	\$5,500
Defined Contribution Plan Limit	\$49,000
SEP IRA Contribution	\$49,000 up to 25%
Maximum Annual Defined Benefit Limit	\$195,000
SIMPLE IRA and SIMPLE 401 (k) Contribution	\$11,500
SIMPLE IRA and SIMPLE 401 (k) Catch-Up Contribution	\$2,500
SIMPLE IRA Maximum Contribution (Maximum Earnings \$383,333 or \$466,666 if over age 50)	\$23,000 (\$28,000 w/catch-up)
Maximum Includable Compensation	\$245,000
Highly Compensated Employee	\$110,000
Key Employee	> \$160,000
SEP Minimum Earnings Limit	\$550
IRS Mileage Rate (Business / Medical, Moving / Charitable purpose)	\$.55 / \$.24 / \$.14 per mile
Savers Credit (MAGI)	
Joint (\$55,500)	\$0 - \$33K 50%
Single (\$27,750)	\$0 - \$16.5K 50%

Education Funding Incentives

Coverdell Education Savings Account Annual Contribution Limit (Per Beneficiary)	\$2,000
Single	\$95,000 - \$110,000
Married filing jointly	\$190,000 - \$220,000
College Education Deduction Phase out (\$4,000 Maximum)	
Single	\$95,000 - \$110,000
Married filing jointly	\$190,000 - \$220,000
Phase out of exclusion for EE bonds (MAGI)	
Single	\$69,950 - \$84,950
Married filing jointly	\$104,900 - \$134,900
Phase outs of Hope Scholarship and Lifetime Learning Tax Credits	
Max. Credit (Life \$2,000/return, Hope \$2,000/student)	
Single	Life \$50k - \$60k Hope \$80k - \$90k
Married filing jointly	Life \$120k-\$160k Hope \$160k - \$180k
Phase outs of Deductibility of Student Loan Interest (Maximum \$2,500)	
Others	\$60,000 - \$75,000
Married filing jointly	\$120,000 - \$150,000

*Compliments of your Financial Advisors – Joseph Grella CFP® and William D’Annibale
For Information Purposes Only, seek tax advice from an independent tax advisor*

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Federal Estate and Gift Taxes

Annual Gift Tax Exclusion	\$13,000
Estate Tax Exclusion and Generation-Skipping Tax Exclusion	\$3,500,000
Federal Gift Tax Exclusion	\$1,000,000
Top Estate, Gift and GST Tax Rate	45% (Estate & Trusts Bene. 35%)

Federal Income Taxes

Personal exemption	\$3,650
Phase out of personal exemption	
Single	\$166,800 - \$289,300
Married filing jointly	\$250,200 - \$372,700
Married filing separately	\$125,100 - \$186,350
Standard Deduction	
Single or Married filing separately	\$5,700
Married filing jointly	\$11,400
Head of Household	\$8,350
Elderly or blind additional deduction	
Single	\$1,400
Married filing jointly	\$1,100
Phase out of Itemized Deductions (Single/MFJ)	\$83,400 / \$166,800
Kiddie Tax Standard Deduction (Under Age 19 or 24 if a full time student)	\$950
Capital Gains Tax	
10% and 15% Brackets	STG Ordinary Rate, LTG 0%
All Other Brackets	STG Ordinary Rate, LTG 15%
AMT Rates	
Married Filing Jointly	\$0 - \$175,00 26% Rate \$70,950 Exemption AMT Phase out begins at \$150K
Married Filing Jointly	\$175,00 + 28% Rate \$70,950 Exemption AMT Phase out begins at \$150K
Single	\$0 - \$175,000 26% Rate \$46,700 Exemption AMT Phase out begins at \$112.5k
Single	\$175,000 + 28% Rate \$46,700 Exemption AMT Phase out begins at \$112.5k

Social Security

Taxable Wage Base	\$106,800
Social Security Tax Rate (Combine)	
Old-Age, Survivors and Disability Insurance	12.40%
Hospital Insurance	2.90%
Earnings limitations for Social Security Benefits	
Before Normal Retirement Age (\$1 in benefits withheld for every \$2 in earnings over limit)	\$14,160 (\$1,180/mn)
The Year the Individual Reaches Full Retirement Age (\$1 for every \$3 over limit)	\$37,680 (\$3,140/mn)
Cost of Living Adjustment	5.8%
Quarter of Coverage	\$1,090
Maximum benefit retiring at age 66	\$2,323/month

Long Term Care Insurance & Health Savings Account (HSA)

Per Diem Daily Limit	\$280
Premium as a deductible medical expense limitation (Per person)	
Age 40 or under	\$320
Age 41 - 50	\$600
Age 51 - 60	\$1,190
Age 61 - 70	\$3,180
Age 71 or older	\$3,980
HSA Contribution Maximum (Age 55 to 64 there is a catch-up of \$1000)	\$3,000 (Single) \$5,950 (Family)

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