2011 Annual Limits Relating to Financial Planning

AMERICAN RETIREMENT & Investment Strategies, LLC

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	$56,000 - $66,000
Married Filing Jointly	$90,000 - $110,000
IRA Deduction Phase-out for Spousal Contributions	
Married Filing Jointly	$169,000 - $179,000
Roth IRA Contribution Phase-out (NOTE: ROTH Conversion Income Eligibility for 2011 is ELIMINATED)	
Single	$107,000 - $122,000
Married Filing Jointly	$169,000 - $179,000
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 40 l (k) Contribution	$11,500
SIMPLE IRA and SIMPLE 401 (k) Catch-Up Contribution	$2,500
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)	$.51 / $.19 / $.14 per mile
Savers Credit (MAGI) [Maximum Credit is $2,000 for couples, $1,000 per individual]	
Joint ($56,500)	$0 - $34 K 50% Phase out 20%, 10%
Single ($28,250)	$0 - $17 K 50% Phase out 20%, 10%

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
Phase outs of American Opportunity Tax Credit (Max. Credit $2,500/student for 4 years)	
Single	$80,000 - $90,000
Married filing jointly	$160,000 -$180,000
Phase out of exclusion for EE bonds (MAGI)	
Single	$71,100 - $86,100
Married filing jointly	$106,650 - $136,650
Phase outs of Lifetime Learning Tax Credits	
Max. Credit $2,000/return (Cannot take both credits in same year)	
Single	$51,000 - $61,000
Married filing jointly	$102,000-$122,000
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	$5,000,000
Federal Gift Tax Exclusion	$5,000,000
Top Estate, Gift and GST Tax Rate	35% (Estate & Trusts Bene. 35%)

Federal Income Taxes

Personal exemption	$3,700
Phase out of personal exemption	
Single	No phaseout
Married filing jointly	No phaseout
Married filing separately	No phaseout
Standard Deduction	
Single or Married filing separately	$5,800
Married filing jointly	$11,600
Head of Household	$8,500
Elderly or blind additional deduction	
Single	$1,450
Married filing jointly	$1,150
Phase out of Itemized Deductions (Single/MFJ)	No phaseout
Kiddie Tax Standard Deduction (Under Age 19 or 24 if a full time student)	$950, Next $950 is 10%
Capital Gains Tax	
10% and 15% Brackets	STG Ordinary Rate, LTG 0%
All Other Brackets	STG Ordinary Rate, LTG 15%
AMT Exemption	
Married Filing Jointly — $70,950 Exemption	
Single — $46,700 Exemption	

Social Security

Taxable Wage Base	$106,800
Social Security Tax Rate (Combine)	
Old-Age, Survivors and Disability Insurance	10.40% Self-employed, 4.2% Employees
Hospital Insurance	2.9% Self-employed, 1.45% Employees
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	0.0%
Quarter of Coverage	$1,120
Maximum benefit retiring at age 66	$2,366/month

Long Term Care Insurance & Health Savings Account (HSA)

Per Diem Daily Limit	$300
Premium as a deductible medical expense limitation (Per person)	
Age 40 or under	$340
Age 41 – 50	$640
Age 51 – 60	$1,270
Age 61 – 70	$3,390
Age 71 or older	$4,240
HSA Contribution Maximum (Age 55 to 64 there is a catch-up of $1000 – per married individual)	$3,050 (Single) $6,150 (Family)

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