2017

Tax Facts and Figures

360° Accounting Solutions, LLC

Tax Preparation Services

Stephen P. Arkulary
Enrolled Agent

25 Years of Owning and Operating Real Businesses
Over 13 years Tax Preparation Services

Cell or Text: 218-391-8895
4455 Forest Road | Duluth, MN 55803-9248
Email: stephen@arksbizgrow.com
www.360accountingsolutions.com
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2017 Federal Tax Rate Schedules

Single Taxable Income

$	0	to	9,325	×	10.0%	minus	$ 0.00	=	Tax
	9,326	to	37,950	×	15.0%	minus	466.25	=	Tax
	37,951	to	91,900	×	25.0%	minus	4,261.25	=	Tax
	91,901	to	191,650	×	28.0%	minus	7,018.25	=	Tax
	191,651	to	416,700	×	33.0%	minus	16,600.75	=	Tax
	416,701	to	418,400	×	35.0%	minus	24,934.75	=	Tax
	418,401	and over		×	39.6%	minus	44,181.15	=	Tax

MFJ or QW Taxable Income

$	0	to	18,650	×	10.0%	minus	$ 0.00	=	Tax
	18,651	to	75,900	×	15.0%	minus	932.50	=	Tax
	75,901	to	153,100	×	25.0%	minus	8,522.50	=	Tax
	153,101	to	233,350	×	28.0%	minus	13,115.50	=	Tax
	233,351	to	416,700	×	33.0%	minus	24,783.00	=	Tax
	416,701	to	470,700	×	35.0%	minus	33,117.00	=	Tax
	470,701	and over		×	39.6%	minus	54,769.20	=	Tax

MFS Taxable Income

$	0	to	9,325	×	10.0%	minus	$ 0.00	=	Tax
	9,326	to	37,950	×	15.0%	minus	466.25	=	Tax
	37,951	to	76,550	×	25.0%	minus	4,261.25	=	Tax
	76,551	to	116,675	×	28.0%	minus	6,557.75	=	Tax
	116,676	to	208,350	×	33.0%	minus	12,391.50	=	Tax
	208,351	to	235,350	×	35.0%	minus	16,558.50	=	Tax
	235,351	and over		×	39.6%	minus	27,384.60	=	Tax

HOH Taxable Income

$	0	to	13,350	×	10.0%	minus	$ 0.00	=	Tax
	13,351	to	50,800	×	15.0%	minus	667.50	=	Tax
	50,801	to	131,200	×	25.0%	minus	5,747.50	=	Tax
	131,201	to	212,500	×	28.0%	minus	9,683.50	=	Tax
	212,501	to	416,700	×	33.0%	minus	20,308.50	=	Tax
	416,701	to	444,550	×	35.0%	minus	28,642.50	=	Tax
	444,551	and over		×	39.6%	minus	49,091.80	=	Tax

2017 Personal Exemptions

The personal exemption per person is $4,050

Personal exemptions phaseout with the following AGI amounts:

	AGI Beginning of Phaseout	*AGI Completed Phaseout*
MFJ and QW	$313,800	$436,300
HOH	$287,650	$410,150
Single	$261,500	$384,000
MFS	$156,900	$218,150

2017 Standard Deduction

The basic standard deduction for 2017 is:

Single or MFS	$6,350
MFJ or QW	$12,700
HOH	$9,350

Age 65 and/or blind. The additional amounts for age 65 or older and/or blind, per person, per event in 2017 are:

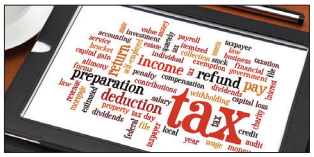
MFJ, QW, or MFS	$1,250
Single or HOH	$1,550

Dependent. The standard deduction in 2017 for an individual who may be claimed as a dependent by another taxpayer cannot exceed the greater of $1,050, or earned income plus $350.

2017 Itemized Deduction Phaseout

Itemized deductions begin to phase out when modified AGI reaches:

MFJ, QW	$313,800
HOH	$287,650
Single	$261,500
MFS	$156,900



Tax Facts and Figures

Social Security Highlights

Employee's portion of FICA	2017	2016	2015
Maximum earnings subject to Social Security tax (Medicare no limit)	$127,200	$118,500	$118,500
Social Security tax rate	6.20%	6.20%	6.20%
Medicare tax rate*	1.45%	1.45%	1.45%
Maximum Social Security tax	$7,886.40	$7,347.00	$7,347.00

* Plus 0.9% on wages above threshold amount, plus 3.8% on unearned income above threshold amount.

2017 Tax Rates: Capital Gain and Dividend Income

If income is…	Maximum %	If asset is held…
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain for taxpayers subject to the top tax rate of 39.6%	20%	More than 1 year
Long-term capital gain for taxpayers subject to a regular tax rate of 25% or higher, up to the rate below the top rate	15%	More than 1 year
Long-term capital gain for taxpayers subject to a regular tax rate of 10% or 15%	0%	More than 1 year
Qualified dividend income for taxpayers subject to the top tax rate of 39.6%	20%	More than 1 year
Qualified dividend income for taxpayers subject to a regular tax rate of 25% or higher, up to the rate below the top rate	15%	More than 60 days
Qualified dividend income for taxpayers subject to a regular tax rate of 10% or 15%	0%	More than 60 days
Ordinary dividend income	39.6%	60 days or less
Short-term capital gain	39.6%	1 year or less

Note: Add 3.8% to the above rates for the net investment income tax for income above $250,000 MFJ, $125,000 MFS, and $200,000 all other filing statuses.

Other Taxes

0.9% Additional Medicare Tax on Wages Income Threshold Amounts

Filing Status	S, HOH, QW	MFJ	MFS
Threshold Amount	$200,000	$250,000	$125,000

3.8% Net Investment Income Tax Threshold Amounts (NIIT)

Filing Status	S, HOH	MFJ, QW	MFS
Threshold Amount	$200,000	$250,000	$125,000

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Business Expenses

2017 Standard Mileage Rate Per Mile

Business	53.5¢
Medical and moving	17.0¢
Charitable	14.0¢
Depreciation	25.0¢

Section 179 Expense Limits

Regular 179 limits	$510,000
SUV limits	$25,000
Investment phaseout begins	$2,030,000

2017 Standard Deduction for Meals—High Low Method (Per Day)

High cost localities	$68
All other localities	$57
Transportation workers	$63

Qualified Transportation Benefits

Commuter benefits (per month)	$255
Parking benefits (per month)	$255

2017 Retirement Plan Limits

401(k)/403(b) Deferral Limits

Under age 50	$18,000
Age 50 and over	$24,000

IRA Contribution Limits

Under age 50	$5,500
Age 50 and over	$6,500

IRA Deduction Phaseout Range for Active Participation in Employer Plan

MFJ	99,000–119,000
Single, HOH	62,000–72,000
MFS	0–10,000
Spouse not active participant	186,000–196,000

Roth IRA Phaseout Range

MFJ	186,000–196,000
Single, HOH	118,000–133,000
MFS	0–10,000

SIMPLE Deferral Limits

Under age 50	$12,500
Age 50 and over	$15,500

Qualified Retirement Plans

Profit sharing/SEP limits	25%/$54,000
Defined benefit plan limits	$215,000
Compensation limits	$270,000

Education Tax Benefits Phaseouts

American Opportunity Credit/ Hope Credit

MFJ phaseout range	160,000 – 180,000
Single and HOH phaseout	80,000 – 90,000
Hope credit 100% of the first	$2,000
A.O. credit 25% of the next	$2,000

Lifetime Learning Credit

MFJ phaseout range	112,000 – 132,000
Single and HOH phaseout	56,000 – 66,000
Lifetime learning credit 20% of first	$10,000

Student Loan Interest Deduction Phaseout Range

MFJ	135,000 – 165,000
Single and HOH	65,000 – 80,000
Maximum deduction is	$2,500

U.S. Savings Bonds Exemption Phaseout Range

MFJ	117,250 – 147,250
Single and HOH	78,150 – 93,150

Education Savings Accounts Phaseout Range

MFJ	190,000 – 220,000
All others	95,000 – 110,000

Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 70½.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of $5,000.