



TAX BRACKETS FOR 2021

MARRIED FILING JOINTLY		SINGLE		ESTATES & TRUSTS	
\$0 – \$19,900	10%	\$0 – \$9,950	10%	\$0 – \$2,650	10%
\$18,901 – \$81,050	12%	\$9,951 – \$40,525	12%	\$2,651 – \$9,550	24%
\$81,051 – \$172,750	22%	\$40,526 – \$86,375	22%	\$9,551 – \$13,050	35%
\$172,751 – \$329,850	24%	\$86,376 – \$164,925	24%	Over \$13,051	37%
\$329,851 – \$418,850	32%	\$164,926 – \$209,425	32%		
\$418,851 – \$628,300	35%	\$209,426 – \$523,600	35%		
Over \$628,300	37%	Over \$523,601	37%		

LONG TERM CAPITAL GAINS / QUALIFIED DIVIDEND TAX RATES

MARRIED FILING JOINTLY		SINGLE		ESTATES & TRUSTS	
\$0 – \$80,800	0%	\$0 – \$40,400	0%	\$0 – \$2,700	10%
\$80,801 – \$501,600	15%	\$40,401 – \$445,850	15%	\$2,701 – \$13,250	15%
Over \$501,601	20%	Over \$445,851	20%	Over \$13,251	20%

Capital gains on collectibles for all 28%

DEDUCTIONS, EXEMPTIONS, AND EXCLUSIONS

STANDARD DEDUCTION	2020	2021
Married Filing Jointly	\$24,800	\$25,100
Single	\$12,400	\$12,550
Head of Household	\$18,650	\$18,800

AMT EXEMPTION	2020	2021
Married Filing Jointly	\$113,400	\$114,600
Single	\$72,900	\$73,600

ANNUAL EXCLUSION FOR GIFTS	2020	2021
	\$15,000	\$15,000

TRANSFER TAX RATE (HIGHEST RATE)	2020	2021
	40%	40%

ESTATE TAX EXEMPTION	2020	2021
	\$11,580,000	\$11,700,000

	2020	2021
SOCIAL SECURITY WAGE LIMIT	\$137,700	\$142,800

HEALTH SAVINGS MAXIMUM CONTRIBUTIONS		
Family	\$7,100	\$7,200
Single	\$3,550	\$3,600
Family – Age 55 or over	\$8,100	\$8,200
Single – Age 55 or over	\$4,550	\$4,600

MILEAGE DEDUCTION (PER MILE)		
Business	57.5 cents	56 cents
Charitable	14 cents	14 cents
Medical / Moving	17 cents	16 cents

RETIREMENT PLANS

ESTATES & TRUSTS	2020	2021
Under age 50	\$6,000	\$6,000
Age 50 & over	\$7,000	\$7,000

401(K) & 403(B)		
Under age 50	\$19,500	\$19,500
Age 50 & over	\$26,000	\$26,000

SEP CONTRIBUTION		
Up to 25% of compensation, limit	\$57,000	\$58,000
Compensation to participate in SEP	\$600	\$650

SIMPLE ELECTIVE DEFERRAL		
Under age 50	\$13,500	\$13,500
Age 50 & over	\$16,500	\$16,500

LIMIT ON ADDITIONS TO DEFINED CONTRIBUTION PLANS	2020	2021
	\$57,000	\$58,000

PHASE-OUT FOR IRA CONTRIBUTIONS (MAGI LIMIT) *Qualified plan participants		
Married, Filing Jointly	\$104,000 – \$124,000	\$105,000 – \$125,000
Single	\$65,000 – \$75,000	\$66,000 – \$76,000
Spousal IRA	\$196,000 – \$206,000	\$198,000 – \$208,000

PHASE-OUT OF ROTH CONTRIBUTION ELIGIBILITY (MAGI LIMIT)		
Married, Filing Jointly	\$196,000 – \$206,000	\$198,000 – \$208,000
Single	\$124,000 – \$139,000	\$125,000 – \$140,000

NET INVESTMENT INCOME TAX

3.8% tax in addition to regular income tax if modified adjusted gross income (MAGI) is in excess of limits below. Tax applied on the lesser of net investment income* or MAGI in excess of:

Married Filing Jointly	\$250,000
Single	\$200,000
Estates & Trusts	\$12,950

*Examples of investment income (not an all inclusive list): Interest, Dividends, Capital Gains, Rent & Royalty Income, and Passive Business Investments

CHARITABLE GIVING: THE THREE BEST WAYS TO REDUCE YOUR TAX BILL WHILE MAKING A DIFFERENCE

- 01. Gifting Appreciated Stock:** You'll generally be eligible to claim a tax deduction in the amount of the full fair market value, and neither you nor the charity will pay any taxes on the gain.
- 02. Cash Gift:** When you donate cash, generally you can give up to 60 percent of your adjusted gross income (AGI) and deduct the contribution in the current year. **For 2020 and 2021 this limitation increases to 100% AGI*
- 03. Donor Advised Fund:** A donor-advised fund is a dedicated charitable account used for the sole purpose of supporting charities you care about. The fund also can be invested for potential growth, possibly resulting in even more money for charity.



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