

2011 Tax Summary

Federal income tax rates

Taxable income between:

Single

\$0-\$8,500	10%
\$8,500-\$34,500	15%
\$34,500-\$83,600	25%
\$83,600-\$174,400	28%
\$174,400-\$379,150	33%
\$379,150 and over	35%

Married, filing jointly

\$0-\$17,000	10%
\$17,000-\$69,000	15%
\$69,000-\$139,350	25%
\$139,350-\$212,300	28%
\$212,300-\$379,150	33%
\$379,150 and over	35%

Head of household

\$0-\$12,150	10%
\$12,150-\$46,250	15%
\$46,250-\$119,400	25%
\$119,400-\$193,350	28%
\$193,350-\$379,150	33%
\$379,150 and over	35%

Married, filing separately

\$0-\$8,500	10%
\$8,500-\$34,500	15%
\$34,500-\$69,675	25%
\$69,675-\$106,150	28%
\$106,150-\$189,575	33%
\$189,575 and over	35%

Estates and trusts

\$0-\$2,300	15%
\$2,300-\$5,450	25%
\$5,450-\$8,300	28%
\$8,300-\$11,350	33%
\$11,350 and over	35%

Standard deduction

Single	\$5,800
Married, filing jointly	\$11,600
Head of household	\$8,500
Married, filing separately	\$5,800

Additional standard deduction for taxpayers who are age 65 or older, or who are blind: \$1,150 for married taxpayers, \$1,450 for single taxpayers.

Personal exemption

\$3,700

Kiddie tax exemption

\$1,900 (\$950 standard deduction)

A "kiddie" is up to age 18, or ages 19-23 if full-time student, provided child's earned income does not exceed ½ of his/her support

Rates for long-term capital gains and qualified dividends

10% and 15% brackets	0%
Above 15% bracket	15%
Capital gains on collectibles	28%

IRA

IRA contribution (under age 50)	\$5,000
IRA contribution (50 and older)	\$6,000
IRA deduction phase-out (qualified plan participant)	
Single or HOH	\$56,000-\$66,000
Married, filing jointly	\$90,000-\$110,000
Married, filing separately	\$0-\$10,000
Spousal IRA deduction phase-out	\$169,000-\$179,000

Phase-out of Roth IRA contribution eligibility

Single	\$107,000-\$122,000
Married, filing jointly	\$169,000-\$179,000
Married, filing separately	\$0-\$10,000

SEP

SEP contribution	up to 25% of compensation (limit \$49,000)
Minimum compensation for SEP participant	\$550

SIMPLE

SIMPLE elective deferral (under age 50)	\$11,500
SIMPLE elective deferral (50 and older)	\$14,000

Individual 401(k)

Employer contribution	up to 25% of compensation
Employee salary deferral (under 50)	\$16,500
Employee salary deferral (50 and older)	\$22,000
Total employer and employee additions	\$49,000 (\$54,500 age 50 and older)

Other retirement plans

401(k), 403(b), ¹ 457, and SARSEP elective deferral (under 50)	\$16,500
401(k), 403(b), ¹ 457, ² and SARSEP elective deferral (50 and older)	\$22,000
Limit on additions to defined contribution plans	\$49,000
Annual benefit limit on defined benefit plans	\$195,000
Highly compensated employee makes	\$110,000
Maximum compensation taken into account for qualified plans	\$245,000

Federal gift and estate tax

Gift tax annual exclusion	\$13,000
Annual exclusion for gift to non-citizen spouse	\$136,000
Highest estate and gift tax rate	35%
Unified estate and gift tax credit amount	\$5,000,000 per person \$10,000,000 per couple
Generation-skipping transfer tax exclusion	\$5,000,000

Social Security

Maximum earnings (during working years) subject to FICA tax	\$106,800
Social Security payroll tax (temporary 2% cut) Employees pay 4.2%, self-employed pay 10.4%	
Income ³ (in retirement) causing Social Security Benefits to be taxable: Single or HOH	
50% taxable	\$25,000 MAGI
85% taxable	\$34,000 MAGI
Married, filing jointly	
50% taxable	\$32,000 MAGI
85% taxable	\$44,000 MAGI
Maximum earnings (from a job) between age 62 and normal Social Security retirement age before Social Security benefits are reduced \$1 for every additional \$2 earned	\$14,160

LTC

Maximum premium amount allowed as a medical expense (deductible to extent all medical expenses exceed 7.5% AGI):

Under age 40	\$340
Ages 40-49	\$640
Ages 50-59	\$1,270
Ages 60-69	\$3,390
Age 70 and older	\$4,240

Education

Phase-outs for taxpayers between the income levels listed

Coverdell education savings account	Tax-deferred contribution \$2,000
Single	\$95,000-\$110,000
Married, filing jointly	\$190,000-\$220,000
Student loan interest deduction	\$2,500 deduction
Single	\$55,000-\$70,000
Married, filing jointly	\$110,000-\$140,000
American Opportunity (Hope) tax credit	100% up to \$2,000 qualified expenses, then 25% on next \$2,000, total \$2,500
Single	\$80,000-\$90,000
Married, filing jointly	\$160,000-\$180,000
Lifetime learning credit	20% of qualified expenses up to \$10,000
Single	\$51,000-\$61,000
Married, filing jointly	\$102,000-\$122,000
EE bonds for education – interest exclusion	
Single	\$71,100-\$86,100
Married, filing jointly	\$106,650-\$136,650

¹ Additional catch-up contributions may be available for 403(b) participants with 15 or more years of service.

² In last 3 years pre-retirement, 457 participants may be able to increase elective deferral if needed to catch up on missed contributions.

³ Most income, including municipal bond interest, but only ½ of Social Security benefits.

Information is accurate at time of printing, January 2011.

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The required minimum distribution (RMD) for any year is calculated as the December 31 value of the prior year divided by the RMD factor from the appropriate table.

Uniform Lifetime Table

For use by:

- Unmarried owners
- Married owners whose spouses are not more than 10 years younger
- Married owners whose spouses are not the sole beneficiaries of their IRAs

(For married owners whose spouses are more than 10 years younger, use Joint Life Table from IRS Publication 590.)

Single Life Expectancy Table

Spouse beneficiary

Owner dies after Required Beginning Date (RBD): Beginning in the year following the year of the owner's death, recalculate spouse's single life expectancy each year while spouse survives, using spouse's age on birthday in that calendar year. When spouse dies, spouse's beneficiary can take over spouse's term certain life expectancy. For that, use spouse's age attained on the birthday in the calendar year of spouse's death. Reduce by one for each passing year. (Note: Spouse could instead roll over at owner's death.) **Death before RBD:** Same options as above, plus spouse can delay until owner would have turned 70½, or spouse can defer all distributions as long as all funds are distributed in five years.

Nonspouse beneficiary

Death after RBD: Beneficiary can take over beneficiary's term certain life expectancy. For that, use the beneficiary's age attained on the birthday in the calendar year after the calendar year of IRA owner's death. Reduce by one for each passing year. **Death before RBD:** Same option as above or beneficiary can defer all distributions as long as all funds are distributed in five years.

No designated beneficiary

Death after RBD: Inheritor can take over owner's term certain life expectancy. For that, use owner's age attained on the birthday in the calendar year of owner's death. Reduce by one for each passing year. **Death before RBD:** Distribute all within five years.

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Uniform Lifetime Table				Single Life Expectancy Table			
Age	Distribution period	Age	Distribution period	Age	Life expectancy	Age	Life expectancy
10	86.2	63	33.9	0	82.4	56	28.7
11	85.2	64	33.0	1	81.6	57	27.9
12	84.2	65	32.0	2	80.6	58	27.0
13	83.2	66	31.1	3	79.7	59	26.1
14	82.2	67	30.2	4	78.7	60	25.2
15	81.2	68	29.2	5	77.7	61	24.4
16	80.2	69	28.3	6	76.7	62	23.5
17	79.2	70	27.4	7	75.8	63	22.7
18	78.2	71	26.5	8	74.8	64	21.8
19	77.3	72	25.6	9	73.8	65	21.0
20	76.3	73	24.7	10	72.8	66	20.2
21	75.3	74	23.8	11	71.8	67	19.4
22	74.3	75	22.9	12	70.8	68	18.6
23	73.3	76	22.0	13	69.9	69	17.8
24	72.3	77	21.2	14	68.9	70	17.0
25	71.3	78	20.3	15	67.9	71	16.3
26	70.3	79	19.5	16	66.9	72	15.5
27	69.3	80	18.7	17	66.0	73	14.8
28	68.3	81	17.9	18	65.0	74	14.1
29	67.3	82	17.1	19	64.0	75	13.4
30	66.3	83	16.3	20	63.0	76	12.7
31	65.3	84	15.5	21	62.1	77	12.1
32	64.3	85	14.8	22	61.1	78	11.4
33	63.3	86	14.1	23	60.1	79	10.8
34	62.3	87	13.4	24	59.1	80	10.2
35	61.4	88	12.7	25	58.2	81	9.7
36	60.4	89	12.0	26	57.2	82	9.1
37	59.4	90	11.4	27	56.2	83	8.6
38	58.4	91	10.8	28	55.3	84	8.1
39	57.4	92	10.2	29	54.3	85	7.6
40	56.4	93	9.6	30	53.3	86	7.1
41	55.4	94	9.1	31	52.4	87	6.7
42	54.4	95	8.6	32	51.4	88	6.3
43	53.4	96	8.1	33	50.4	89	5.9
44	52.4	97	7.6	34	49.4	90	5.5
45	51.5	98	7.1	35	48.5	91	5.2
46	50.5	99	6.7	36	47.5	92	4.9
47	49.5	100	6.3	37	46.5	93	4.6
48	48.5	101	5.9	38	45.6	94	4.3
49	47.5	102	5.5	39	44.6	95	4.1
50	46.5	103	5.2	40	43.6	96	3.8
51	45.5	104	4.9	41	42.7	97	3.6
52	44.6	105	4.5	42	41.7	98	3.4
53	43.6	106	4.2	43	40.7	99	3.1
54	42.6	107	3.9	44	39.8	100	2.9
55	41.6	108	3.7	45	38.8	101	2.7
56	40.7	109	3.4	46	37.9	102	2.5
57	39.7	110	3.1	47	37.0	103	2.3
58	38.7	111	2.9	48	36.0	104	2.1
59	37.8	112	2.6	49	35.1	105	1.9
60	36.8	113	2.4	50	34.2	106	1.7
61	35.8	114	2.1	51	33.3	107	1.5
62	34.9	115+	1.9	52	32.3	108	1.4
				53	31.4	109	1.2
				54	30.5	110	1.1
				55	29.6	111+	1.0