

# SMALL BUSINESS EDITION

## ◆ 2009 TAX YEAR ◆

### C Corporation Income Tax Rate Schedule

Form 1120

\$ 0	to	50,000	×	15%	minus	\$ 0.00	=	Tax
50,001	to	75,000	×	25%	minus	5,000.00	=	Tax
75,001	to	100,000	×	34%	minus	11,750.00	=	Tax
100,001	to	335,000	×	39%	minus	16,750.00	=	Tax
335,001	to	10,000,000	×	34%	minus	0.00	=	Tax
10,000,001	to	15,000,000	×	35%	minus	100,000.00	=	Tax
15,000,001	to	18,333,333	×	38%	minus	550,000.00	=	Tax
18,333,334	and over		×	35%	minus	0.00	=	Tax

### 2009 Form 1041

Federal Tax Rate Schedule

\$ 0	to	2,300	×	15%	minus	\$ 0.00	=	Tax
2,301	to	5,350	×	25%	minus	230.00	=	Tax
5,351	to	8,200	×	28%	minus	390.50	=	Tax
8,201	to	11,150	×	33%	minus	800.50	=	Tax
11,151	and over		×	35%	minus	1,023.50	=	Tax

### 2009 Estate and Gift Tax Exclusion

Annual Exclusion for Gifts				\$13,000
	<i>Year of Death</i>	<i>Exclusion</i>	<i>Credit Against Tax</i>	
Estate Tax Exclusion	2008	\$3,500,000	\$1,455,800	
Gift Tax Exclusion	2009	\$1,000,000	\$345,800	

### 2009 Estate and Gift Tax Rate Schedule

\$ 0	to	10,000	×	18%	minus	\$ 0.00	=	Tax
10,001	to	20,000	×	20%	minus	200.00	=	Tax
20,001	to	40,000	×	22%	minus	600.00	=	Tax
40,001	to	60,000	×	24%	minus	1,400.00	=	Tax
60,001	to	80,000	×	26%	minus	2,600.00	=	Tax
80,001	to	100,000	×	28%	minus	4,200.00	=	Tax
100,001	to	150,000	×	30%	minus	6,200.00	=	Tax
150,001	to	250,000	×	32%	minus	9,200.00	=	Tax
250,001	to	500,000	×	34%	minus	14,200.00	=	Tax
500,001	to	750,000	×	37%	minus	29,200.00	=	Tax
750,001	to	1,000,000	×	39%	minus	44,200.00	=	Tax
1,000,001	to	1,250,000	×	41%	minus	64,200.00	=	Tax
1,250,001	to	1,500,000	×	43%	minus	89,200.00	=	Tax
1,500,001	and over		×	45%	minus	119,200.00	=	Tax

Maximum Rates: 2010..... 35%      2007-2009..... 45%

### 2009 Section 179 Expense Limits

Regular §179 Limit	\$250,000	SUV Limit	\$25,000
Investment Phaseout	\$800,000		

### 2009 Standard Mileage Rates

Depreciation	21.0¢	Business	55.0¢
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### 2009 Pension Plan Limits

#### 401(k)/403(b) Deferral Limits

Under age 50	\$16,500
Age 50 and over	\$22,000

#### SIMPLE Deferral Limits

Under age 50	\$11,500
Age 50 and over	\$14,000

#### Qualified Retirement Plan Limits

Profit Sharing/SEP	25%/\$49,000
Defined Benefit Plans	\$195,000
Compensation Limit	\$245,000

### 2009 Health Savings Account Limits

#### Annual Contribution Limit

Self-only, under age 55	\$3,000
Self-only, age 55 and older	\$4,000
Family, under age 55	\$5,950
Family, age 55 and older	\$6,950

#### Minimum Annual Deductible

Self-only coverage	\$1,150
Family coverage	\$2,300

#### Maximum Annual Deductible and Out-of-Pocket Expense Limit

Self-only coverage	\$5,800
Family coverage	\$11,600

### 2009 Nondiscrimination Rules for Fringe Benefits

Key Employee Threshold	\$160,000	Highly Compensated	\$110,000
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### 2009 Social Security and Medicare Highlights

Social Security benefits increase.....	5.80%	Medicare tax rate:	
Maximum earnings subject to:		Employee	1.45%
Social Security tax.....	\$106,800	Self-employed	2.90%
Medicare tax.....	No limit	Earnings needed for one quarter of coverage	\$1,090
Maximum Social Security tax:		Maximum earnings and still receive full Social Security benefits:	
Employee	\$6,621	Under full retirement age <sup>1</sup>	\$14,160
Self-employed	\$13,243	Year of full retirement	
Max. Medicare tax	No limit	age <sup>2</sup>	\$37,680
Social Security tax rate:		Full retirement age	No limit
Employee	6.20%		
Self-employed	12.40%		

<sup>1</sup> \$1 in benefits is withheld for every \$2 in earnings above limit.

<sup>2</sup> Applies only to earnings for months prior to attaining full retirement age. \$1 in benefits is withheld for every \$3 in earnings above the limit.

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