

Financial Designs Wealth Strategies

2019 Tax Facts At-a-Glance

Income Taxes

2018

If Taxable Income Is:

Over	But Not Over	The Tax Is	Of Excess Over
Married Filing Jointly			
\$0	\$19,050	\$0.00 + 10%	\$0
19,050	77,400	1,905.00 + 12%	19,050
77,400	165,000	8,907.00 + 22%	77,400
165,000	315,000	28,179.00 + 24%	165,000
315,000	400,000	64,179.00 + 32%	315,000
400,000	600,000	91,379.00 + 35%	400,000
600,000	And Over	161,379.00 + 37%	600,000
Single			
\$0	9,525	\$0.00 + 10%	\$0
9,525	38,700	952.50 + 12%	9,525
38,700	82,500	4,453.50 + 22%	38,700
82,500	157,500	14,089.50 + 24%	82,500
157,500	200,000	32,089.50 + 32%	157,500
200,000	500,000	45,689.50 + 35%	200,000
500,000	And Over	150,689.50 + 37%	500,000
Estates and Trusts			
\$0	\$2,550	\$0.00 + 10%	\$0
2,550	9,150	255.00 + 24%	2,550
9,150	12,500	1,839.00 + 35%	9,150
12,500	And Over	3,011.50 + 37%	12,500

2019

If Taxable Income Is:

Over	But Not Over	The Tax Is	Of Excess Over
Married Filing Jointly			
\$0	\$19,400	\$0.00 + 10%	\$0
19,400	78,950	1,940.00 + 12%	19,400
78,950	168,400	9,086.00 + 22%	78,950
168,400	321,450	28,765.00 + 24%	168,400
321,450	408,200	65,497.00 + 32%	321,450
408,200	612,350	93,257.00 + 35%	408,200
612,350	And Over	164,709.50 + 37%	612,350
Single			
\$0	9,700	\$0.00 + 10%	\$0
9,700	39,475	970.00 + 12%	9,700
39,475	84,200	4,543.00 + 22%	39,475
84,200	160,725	14,382.50 + 24%	84,200
160,725	204,100	32,748.50 + 32%	160,725
204,100	510,300	46,628.50 + 35%	204,100
510,300	And Over	153,798.50 + 37%	510,300
Estates and Trusts			
\$0	\$2,600	\$0.00 + 10%	\$0
2,600	9,300	260.00 + 24%	2,600
9,300	12,750	1,868.00 + 35%	9,300
12,750	And Over	3,075.50 + 37%	12,750

S.S./Medicare Payroll Tax

	2018	2019
Max. Taxable Wage Base for S.S.	\$128,400	\$132,900
Employee Tax Rate	6.2%	6.2%
Self-Employed Tax Rate	12.4%	12.4%
Medicare Payroll Tax		
Employee Tax Rate (Initial/Over)	1.45% / 2.35%	1.45% / 2.35%
Self-Employed Tax Rate (Initial/Over)	2.90% / 3.80%	2.90% / 3.80%
Additional .9% Medicare Payroll Tax - Taxable Wage Base Thresholds		
Married Filing Jointly	\$250,000	\$250,000
Single / Head of Household	200,000	200,000
Married Filing Separately	125,000	125,000

Cap Gains¹ & Dividends

Rate	Married Joint / Single	Married Joint / Single
0%	\$0-77,200 / \$0-38,600	\$0-78,750 / \$0-39,375
15%	77,201-479,000 / 38,601-425,800	78,751-488,850 / 39,376-434,550
20%	Over 479,000 / Over 425,800	Over 488,850 / Over 434,550

¹Assets held at least 12 months and qualified dividends

Kiddie Tax²

Over-Not Over	Taxable Income Tax Is / Of Amount Over	Over-Not Over	Taxable Income Tax Is / Of Amount Over
\$0-2,550	\$0.00+10% / \$0	\$0-2,600	\$0.00+10% / \$0
2,550-9,150	255.00+24% / 2,550	2,600-9,300	260.00+24% / 2,600
9,150-12,500	1,839.00+35% / 9,150	9,300-12,750	1,868.00+35% / 9,300
12,500+	3,011.50+37% / 12,500	12,750+	3,075.50+37% / 12,750

²The "kiddie tax" applies to: a) a child under age 18; b) a child age 18 whose earned income does not exceed one-half of his/her support; or c) a child age 19-23 whose earned income does not exceed one-half his/her support, and who is a full-time student. Furthermore, the child does not file a joint income tax return and has at least one living parent at the end of the tax year.

Child Tax Credits

	2018	2019
Amount Per Child Under Age 17	\$2,000	\$2,000
Phase-Out \$50 for each \$1,000 of Modified AGI Over:		
Single	\$200,000	\$200,000
Married Filing Jointly	400,000	400,000
Married Filing Separately	200,000	200,000

Standard Deductions

	2018	2019
Married Filing Jointly	\$24,000	\$24,400
Head of Household	18,000	18,350
Single/Married Filing Separately	12,000	12,200
Additional (Age 65/older, or blind)		
Married	1,300	1,300
Single, not surviving spouse	1,600	1,650

Qualified Business Income Thresholds³

	2018	2019
Married Filing Jointly	\$315,000	\$321,400
Married Filing Separately	157,500	160,725
Single/Head of Household	157,500	160,700

³Beginning in 2018, owners of pass-through entities are taxed on business income at their individual income tax rates, but may claim a 20% deduction of their share of the business income—even if they elect to use the standard deduction instead of itemizing. A number of "specified service trades or businesses" do not qualify for the deduction, subject to the above thresholds on qualified business income. (The deduction may be limited or eliminated where taxable income is above the thresholds, depending on type of business, owner's compensation, and depreciable business property.)

Alternative Minimum Tax

	2018	2019
Married Filing Jointly Exemption	\$109,400	\$111,700
Married Filing Separately Exemption	54,700	55,850
Single/Head of Household Exemption	70,300	71,700
Phased Out Thresholds:		
Married Filing Jointly	1,000,000	1,020,600
All Others	500,000	510,300
AMT Rate (Income in Excess of Exemption)		
26%	\$191,500	\$194,800
28%	Over 191,500	Over 194,800
Married Filing Separately		
26%	\$95,750	\$97,400
28%	Over 95,750	Over 97,400

Social Security Benefits

	2018	2019
Taxable Portion of Social Security Benefits		
	(Up to 85% taxable if provisional income is)	(Up to 85% taxable if provisional income is)
Married Filing Jointly	More than \$44,000	More than \$44,000
Single	More than 34,000	More than 34,000
Maximum Earned Income Before S.S. Benefits are Reduced		
Under Full Retirement Age	\$17,040	\$17,640
(Lose \$1 for every \$2 of earnings)	1,420/month	1,470/month

2019 Tax Facts At-a-Glance

Estate & Gift Taxes

2018 Gift & Estate Unified Tax Rates⁶

Over	But Not Over	The Tax Is	Of The Amount Over
\$0	\$10,000	\$0 + 18%	\$0
10,000	20,000	1,800 + 20%	10,000
20,000	40,000	3,800 + 22%	20,000
40,000	60,000	8,200 + 24%	40,000
60,000	80,000	13,000 + 26%	60,000
80,000	100,000	18,200 + 28%	80,000
100,000	150,000	23,800 + 30%	100,000
150,000	250,000	38,800 + 32%	150,000
250,000	500,000	70,800 + 34%	250,000
500,000	750,000	155,800 + 37%	500,000
750,000	1,000,000	248,300 + 39%	750,000
1,000,000	And Over	345,800 + 40%	1,000,000

Annual Gift Tax Exclusion (per Donee): \$15,000
 Estate & Gift Tax Applicable Exclusion Amount: 11,180,000

2019 Gift & Estate Unified Tax Rates⁶

Over	But Not Over	The Tax Is	Of The Amount Over
\$0	\$10,000	\$0 + 18%	\$0
10,000	20,000	1,800 + 20%	10,000
20,000	40,000	3,800 + 22%	20,000
40,000	60,000	8,200 + 24%	40,000
60,000	80,000	13,000 + 26%	60,000
80,000	100,000	18,200 + 28%	80,000
100,000	150,000	23,800 + 30%	100,000
150,000	250,000	38,800 + 32%	150,000
250,000	500,000	70,800 + 34%	250,000
500,000	750,000	155,800 + 37%	500,000
750,000	1,000,000	248,300 + 39%	750,000
1,000,000	And Over	345,800 + 40%	1,000,000

Annual Gift Tax Exclusion (per Donee): \$15,000
 Estate & Gift Tax Applicable Exclusion Amount: 11,400,000

⁶Sunsetts December 31, 2025.

Qualified Retirement Plans

	2018	2019
SEP Plan Participant Max % of Comp⁴	25%	25%
SEP Per Participant Max \$ Allocation Limit	\$55,000	\$56,000
SEP Minimum Compensation	600	600
⁴ 20% if self employed		
SIMPLE IRA Employee Contribution	\$12,500	\$13,000
SIMPLE IRA Catch-Up – Age 50+	3,000	3,000
401(k) / 457 Plan Elective Employee Deferral	18,500	19,000
401(k) / 457 Plan Catch-Up – Age 50+	6,000	6,000
403(b) TSA Elective Employee Deferral	18,500	19,000
403(b) TSA Catch-Up – Age 50+	6,000	6,000
403(b) TSA Catch-Up – 15+ Yrs w/ Current Employer	3,000	3,000
Defined Contribution Plan		
Max \$ Limit Per Participant	\$55,000	\$56,000
Max Deduction % of Eligible Payroll	25%	25%
Defined Benefit Plan Maximum Benefit	220,000	225,000
Covered Compensation Limit	275,000	280,000
Highly Compensated Employee	120,000	125,000

IRAs

	2018	2019
Traditional or Roth IRA Contribution	\$5,500	\$6,000
IRA Catch-Up – Age 50+	1,000	1,000
Phase-Out Range for Deductible Contributions to Traditional IRAs⁵		
Married Filing Jointly \$101,000-121,000	\$103,000-123,000	
Single/Head of Household 63,000-73,000	64,000-74,000	
Married Filing Separately 0-10,000	0-10,000	
⁵ For active participants in another retirement plan		
Phase-Out Range for Contributions to Roth IRAs		
Married Filing Jointly \$189,000-199,000	\$193,000-203,000	
Single/Head of Household 120,000-135,000	122,000-137,000	
Married Filing Separately 0-10,000	0-10,000	

Coverdell Education Savings Accts

	2018	2019
Maximum Contribution	\$2,000/ beneficiary	\$2,000/ beneficiary
Phase-Out Range	\$190,000-220,000	\$190,000-220,000
Married Filing Jointly	95,000-110,000	95,000-110,000
Single		

Required Minimum Distributions (Uniform Table)

Age	Factor	Age	Factor
70	27.4	86	14.1
71	26.5	87	13.4
72	25.6	88	12.7
73	24.7	89	12.0
74	23.8	90	11.4
75	22.9	91	10.8
76	22.0	92	10.2
77	21.2	93	9.6
78	20.3	94	9.1
79	19.5	95	8.6
80	18.7	96	8.1
81	17.9	97	7.6
82	17.1	98	7.1
83	16.3	99	6.7
84	15.5	100	6.3
85	14.8	101	5.9

Education Incentives⁷

	2018	2019
American Opportunity Credit (This is a modification of the Hope Credit) (100% credit for first \$2,000 of eligible expenses and 25% of additional \$2,000 of expenses)	\$2,500	\$2,500
Lifetime Learning Credit	2,000	2,000
Modified AGI Phase-Outs for:		
American Opportunity Credit		
Married Filing Jointly	\$160,000-180,000	\$160,000-180,000
Others	80,000-90,000	80,000-90,000
Lifetime Learning Credits		
Married Filing Jointly	\$114,000-134,000	\$116,000-134,000
Others	57,000-67,000	58,000-67,000
Phase-Outs for Exclusion of U.S. Savings Bond Income		
Married Filing Jointly	\$119,300-149,300	\$121,600-151,600
Others	79,550-94,550	81,100-96,100

⁷Income Limits are based on current information as released by the IRS.
 (See IRS Pub 970 for complete explanation including exceptions)

Financial Designs Wealth Strategies is not owned or operated by AXA Advisors, LLC or its affiliates.

AXA Advisors and its affiliates and associates do not provide tax or legal advice. The tax information and tables above are for illustration purposes only and are not intended as tax, accounting or legal advice. AXA Advisors, LLC does not guarantee or accept liability for the accuracy of this information. The tax information provided here may not be used for purposes of avoiding tax penalties that may be imposed on the tax payer. Please consult with a licensed CPA or tax attorney for more information.

Securities are offered through AXA Advisors, LLC (NY, NY 212-314-4600), member FINRA, SIPC. Annuity and insurance products offered through AXA Network, LLC. AXA Network, LLC does business in California as AXA Network Insurance Agency of California, LLC, in Utah, as AXA Network Insurance Agency of Utah, LLC, and in Puerto Rico as AXA Network of Puerto Rico, Inc. GE2371459DBA (01/19)(exp.01/21)

FINANCIAL DESIGNS

WEALTH STRATEGIES

Kevin W Shreve, CLU, ChFC

Kevin.Shreve@AXA-Advisors.com
 www.FinancialDesignsOnline.com

South Hill Business Campus
 950 Danby Rd. Suite 230
 Ithaca, NY 14850
 P: (607) 257-4645
 F: (607) 257-4837