

# 2021 Quick tax reference

## Federal Income Taxes

Taxable Income				
Over	But not over	Tax +	% on excess	Of the amount over
<b>Single Filers</b>				
\$0	\$9,950	\$0.00	10.0%	\$0
\$9,950	\$40,525	\$995.00	12.0%	\$9,950
\$40,526	\$86,375	\$4,664.00	22.0%	\$40,525
\$86,376	\$164,925	\$14,751.00	24.0%	\$86,375
\$164,926	\$209,425	\$33,603.00	32.0%	\$164,925
\$209,426	\$523,600	\$47,843.00	35.0%	\$209,425
\$523,601	∞	\$157,804.25	37.0%	\$523,600
<b>Married Filing Jointly</b>				
\$0	\$19,900	\$0.00	10.0%	\$0
\$19,901	\$81,050	\$1,990.00	12.0%	\$19,900
\$81,051	\$172,750	\$9,238.00	22.0%	\$81,050
\$172,751	\$329,850	\$29,502.00	24.0%	\$172,750
\$329,851	\$418,850	\$67,206.00	32.0%	\$329,850
\$418,851	\$628,300	\$95,686.00	35.0%	\$418,850
\$628,301	∞	\$168,993.50	37.0%	\$628,300
<b>Married Filing Separately</b>				
\$0	\$9,950	\$0.00	10.0%	\$0
\$9,951	\$40,525	\$995.00	12.0%	\$9,950
\$40,526	\$86,375	\$4,664.00	22.0%	\$40,525
\$86,376	\$164,925	\$14,751.00	24.0%	\$86,375
\$164,926	\$209,425	\$33,603.00	32.0%	\$164,925
\$209,426	\$314,150	\$47,843.00	35.0%	\$209,425
\$314,151	∞	\$84,496.75	37.0%	\$314,150
<b>Head of Household</b>				
\$0	\$14,200	\$0.00	10.0%	\$0
\$14,201	\$54,200	\$1,420.00	12.0%	\$14,200
\$54,201	\$86,350	\$6,220.00	22.0%	\$54,200
\$86,351	\$164,900	\$13,293.00	24.0%	\$86,350
\$164,901	\$209,400	\$32,145.00	32.0%	\$164,900
\$209,401	\$523,600	\$46,385.00	35.0%	\$209,400
\$523,601	∞	\$156,355.00	37.0%	\$523,600
<b>Trusts and Estates</b>				
\$0	\$2,650	\$0.00	10.0%	\$0
\$2,651	\$9,550	\$265.00	24.0%	\$2,650
\$9,551	\$13,050	\$1,921	35.0%	\$9,550
\$13,051	∞	\$3,146	37.0%	\$13,050
<b>Standard Deductions</b>				
		2021	2020	
Single		\$12,550	\$12,400	
Married filing Jointly		\$25,100	\$24,800	
Head of Household		\$18,800	\$18,650	

## Traditional and Roth IRA

	2021	2020
<b>IRA annual contribution limit</b>		
Contribution limit	\$6,000	\$6,000
50+ Catch-up	\$1,000	\$1,000
<b>Traditional IRA deductibility phase-out based on MAGI</b>		
Participants in employer plans		
Married filing jointly or qualifying widow(er)	\$105,000 - \$125,000	\$104,000 - \$124,000
Married filing separately	\$0 - \$10,000	\$0 - \$10,000
Single or head of household	\$66,000 - \$76,000	\$65,000 - \$75,000
Nonparticipant married to a participant		
Married filing jointly	\$198,000 - \$208,000	\$196,000 - \$206,000
Married filing separately	\$0 - \$10,000	\$0 - \$10,000
<b>Roth IRA phase-out based on MAGI</b>		
Married filing jointly or qualifying widow(er)	\$198,000 - \$208,000	\$196,000 - \$206,000
Married filing separately and lived with your spouse	\$0 - \$10,000	\$0 - \$10,000
Single or Head of Household, or Married filing separately and lived apart from your spouse	\$125,000 - \$140,000	\$124,000 - \$139,000

Source: IRS.gov

## SEP IRA and SIMPLE IRA contribution limits

	2021	2020
Maximum annual additions to a SEP IRA	\$58,000	\$57,000
Maximum compensation considered for a SEP IRA	\$290,000	\$285,000
SIMPLE IRA salary deferral amount	\$13,500	\$13,500
50+ Catch-up	\$3,000	\$3,000

Source: IRS.gov

## Qualified Plans

	2021	2020
401(k), 403(b), 457(b) salary deferral <sup>1</sup>	\$19,500	\$19,500
50+ Catch-up	\$6,500	\$6,500
SIMPLE IRA salary deferral amount	\$13,500	\$13,500
SIMPLE Salary deferral 50+ Catch-up	\$3,000	\$3,000
Maximum annual additions in a defined contribution plan	\$58,000	\$57,000
Maximum Annual benefit in defined benefit plan	\$235,000	\$230,000
Maximum compensation considered	\$290,000	\$285,000
Highly compensated employee	\$135,000	\$130,000
Key employee - Officer	\$185,000	\$185,000

<sup>1</sup> Special catch-up rules applies to certain 403(b) contributors with 15 or more years of service and governmental 457(b) participants in the last 3 years before retirement.  
Source: IRS News Release IR-2015-118

## Social Security

	2021	2020
<b>Taxable wage base</b>		
Social Security (OASDI)	\$142,800	\$137,700
Medicare (HI only)	No limit	No limit
Quarter of Coverage	\$1,470	\$1,410

<b>Retirement earning test</b>		
<b>Under full retirement age</b>	\$18,960/yr. (\$1,580/mo.)	\$18,240/yr. (\$1,520/mo.)

Note: One dollar in benefits will be withheld for every \$2 in earnings above the limit

<b>Year reaching full retirement age</b>	\$50,520/yr	\$48,600/yr
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Note: Applies only to earnings for months prior to attaining full retirement age. One dollar in benefits will be withheld for every \$3 in earnings above the limit.

<b>Taxability of benefits (Based on Provisional Income)</b>		
	Individual	Married filing jointly
Not taxable	Less than \$25,000	Less than \$32,000
Up to 50% taxable	\$25,000-\$34,000	\$32,000-\$44,000
Up to 85% taxable	Greater than \$34,000	Greater than \$44,000

<b>Married filing separately</b>		
Up to 85% of benefits are taxable		
<b>Provisional Income = Adjusted Gross Income + Nontaxable Income + 1/2 Social Security Benefits</b>		

<b>Age to receive full benefits</b>		
Year of birth	Full retirement age	% reduced at age 62
1943-1954	66	25.00%
1955	66 and 2 months	25.83%
1956	66 and 4 months	26.67%
1957	66 and 6 months	27.50%
1958	66 and 8 months	28.33%
1959	66 and 10 months	29.17%
1960 and later	67	30.00%

<b>Delayed retirement credits</b>	
Year of birth	Yearly rate of increase
1943 or later	8.0%

Accrues when you reach full retirement age until you start receiving benefits or reach age 70.

Source: Social Security Administration website, SSA.gov.

## Gift and Estate Tax

	2021	2020
Annual Gift exclusion	\$15,000	15,000
Unified credit amount	\$11,700,000	\$11,580,000
Gift to non-citizen spouse	\$159,000	\$157,000
Highest estate tax bracket	40%	40%

Sources: IRS.gov

## Health Savings Accounts

	2021	2020
<b>Contribution Limits</b>		
Single / Family	\$3,600/\$7,200	\$3,550/\$7,100
Age 55+ Catch-up	\$1,000	\$1,000
<b>High deductible Health Plans</b>		
Minimum Deductible Single/Family	\$1,400/\$2,800	\$1,350/\$2,700
Maximum out of pocket Single/Family	\$7,000/\$14,000	\$6,900/\$13,800

Source: healthsavings.com/irs-2021

## Uniform Lifetime Table

Age	Divisor Balance	% Account	Age	Divisor Balance	% Account
70	27.4	3.65	86	14.1	7.09
71	26.5	3.77	87	13.4	7.46
72	25.6	3.91	88	12.7	7.87
73	24.7	4.05	89	12.0	8.33
74	23.8	4.20	90	11.4	8.77
75	22.9	4.37	91	10.8	9.26
76	22.0	4.55	92	10.2	9.80
77	21.2	4.72	93	9.6	10.42
78	20.3	4.93	94	9.1	10.99
79	19.5	5.13	95	8.6	11.63
80	18.7	5.35	96	8.1	12.35
81	17.9	5.59	97	7.6	13.16
82	17.1	5.85	98	7.1	14.08
83	16.3	6.13	99	6.7	14.93
84	15.5	6.45	100	6.3	15.87
85	14.8	6.76	101	5.9	16.95

Source: IRS Publication 590

For more information, please contact your financial professional.

*Disclaimer: The information contained on both Page 1 and Page 2 of this 2021 Quick tax reference is derived from IRS.gov, SSA.gov, and IRS Publication 590. All data is assumed to be accurate, but is not guaranteed or warranted by Capital Asset Management. The information provided here is for illustrative/informational purposes and should not be construed as actual tax advice. Information originally compiled by Voya Financial.*