

Domestic Production Activities Deduction

The deduction rate for 2010 is 9%

Deduction reduced by 3% if the taxpayer has any oil related qualified production activities income

Kiddie Tax

2010 Age Limit	18
2010 Unearned Income Limitation	\$1,900

Foreign Earned Income

2010 Maximum Exclusion	\$91,500
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Gift Tax

2010 Exclusion	\$13,000
2010 Exclusion for gift to spouse who is not a U.S. Citizen	\$134,000

401(K) Contribution Limits

2010 Maximum Deferral	\$16,500
2010 Catch Up Contributions for taxpayers 50 and over	\$2,000

Long-Term Capital Gains and Qualifying Dividends

For taxpayers in the 10% or 15% bracket	0%
For taxpayers in higher brackets	15%
Tax on unrecaptured Sec. 1250 gain	25%
Capital gain rate on collectibles	28%

Savings Bond/Higher Education Expense Exclusion

Modified adjusted gross income phaseout range:	
Married Filing Joint	\$105,100 - \$135,100
All other filing status	\$70,100 - \$85,100

Qualified Transportation Fringe Benefit Exclusion

Commuter highway vehicle and transit pass	\$230
Qualified parking	\$230

Long-Term Care Premiums

Maximum premium (per person)	
Age 40 or under	\$330
Age 41 to 50	\$620
Age 51 to 60	\$1,230
Age 61 to 70	\$3,290
Age 71 or over	\$4,110

Alternative Minimum Tax*

First \$175,000 (\$87,500 married, separate) of Alternative Minimum Taxable Income	26%
Over \$175,000 of Alternative Minimum Taxable Income	28%

Exemptions:

Married Filing Jointly or Qualifying Widow(er)	\$45,000
Married Filing Separate	\$22,500
Single or Head of Household	\$33,750

Exemption Phaseout :

25% of amount AMTI exceeds:

Filing Status	AGI Begin Phaseout	AGI Fully Phaseout
MFJ/Surviving Spouse	\$150,000	\$433,800
Married Filing Separate	\$75,000	\$216,900
Single/HOH	\$112,500	\$299,300

*amounts are subject to change

Where to Deduct Your Interest Expense

IF you have...	THEN deduct it on...	AND for more information go to...
Deductible student loan interest	Form 1040, line 33 or Form 1040A, line 18	Publication 970
Deductible home mortgage interest and points reported on Form 1098	Schedule A (Form 1040), line 10	Publication 936
Deductible home mortgage interest <i>not</i> reported on Form 1098	Schedule A (Form 1040), line 11	Publication 936
Deductible points not reported on Form 1098	Schedule A (Form 1040), line 12	Publication 936
Deductible investment interest (other than interest incurred to produce rents or royalties)	Schedule A (Form 1040), line 14	Publication 550
Deductible business interest (non-farm)	Schedule C or C-EZ (Form 1040)	Publication 535
Deductible farm business interest	Schedule F (Form 1040)	Publications 225 and 535
Deductible interest incurred to produce rents or royalties	Schedule E (Form 1040)	Publications 527 and 535
Personal interest	Not Deductible	

2010 Standard Mileage Rates

Business Mileage	Beginning January 1	50 cents / mile
Charitable Mileage		14 cents / mile
Medical/Moving Mileage	Beginning January 1	16.5 cents / mile

Estate Exemption

