

# 2017 Tax Rates

This quick reference guide will help you stay informed of changes to federal tax rates and limits. This sheet only applies to federal tax laws for the year 2017 and not to state tax laws. Information is current as of November 15, 2016.

## 2016 Federal Income Tax Rates

Taxable income (i.e., income minus deductions and exemptions) between:

### Single (not a surviving spouse or HOH)

If Taxable Income Is:	The Tax Is:
Not over \$9,325	10% of taxable income
\$9,326 – \$37,950	\$932.50 + 15% of excess over \$9,325
\$37,951 – \$91,900	\$5,226.25 + 25% of excess over \$37,950
\$91,901 – \$191,650	\$18,713.75 + 28% of excess over \$91,900
\$191,651 – \$416,700	\$46,643.75 + 33% of excess over \$191,650
\$416,701 – \$418,400	\$120,910.25 + 35% of excess over \$416,700
\$418,401 +	\$121,505.25 + 39.6% of the amount over \$418,400

### Married, Filing Jointly (and surviving spouse)

If Taxable Income Is:	The Tax Is:
Not over \$18,650	10% of taxable income
\$18,651 – \$75,900	\$1,865 + 15% of excess over \$18,650
\$75,901 – \$153,100	\$10,452.50 + 25% of excess over \$75,900
\$153,101 – \$233,350	\$29,752.50 + 28% of excess over \$153,100
\$233,351 – \$416,700	\$52,222.50 + 33% of excess over \$233,350
\$416,701 – \$470,700	\$112,728 + 35% of excess over \$416,700
\$470,701 +	\$131,628 + 39.6% of excess over \$470,700

### Married, Filing Separately

If Taxable Income Is:	The Tax Is:
Not over \$9,325	10% of taxable income
\$9,326 – \$37,950	\$932.50 + 15% of excess over \$9,325
\$37,951 – \$76,550	\$5,226.25 + 25% of excess over \$37,950
\$76,551 – \$116,675	\$14,876.25 + 28% of excess over \$76,550
\$116,676 – \$208,350	\$26,111.25 + 33% of excess over \$116,675
\$208,351 – \$235,350	\$56,364 + 35% of excess over \$208,350
\$235,351 +	\$65,814 + 39.6% of excess over \$235,350

### Head of Household (HOH)

If Taxable Income Is:	The Tax Is:
Not over \$13,350	10% of taxable income
\$13,351 – \$50,800	\$1,335 + 15% of excess over \$13,350
\$50,801 – \$131,200	\$6,952.50 + 25% of excess over \$50,800
\$131,201 – \$212,500	\$27,052.50 + 28% of excess over \$131,200
\$212,501 – \$416,700	\$49,816.50 + 33% of excess over \$212,500
\$416,701 – \$444,550	\$117,202.50 + 35% of excess over \$416,700
\$444,551 +	\$126,950 + 39.6% of excess over \$444,550

## Estates and Trusts

If Taxable Income Is:	The Tax Is:
Not over \$2,550	15% of the taxable income
\$2,551 – \$6,000	\$382.50 + 25% of excess over \$2,550
\$6,001 – \$9,150	\$1,245 + 28% of excess over \$6,000
\$9,151 – \$12,500	\$2,127 + 33% of excess over \$9,150
Over \$12,500	\$3,232.50 + 39.6% of excess over \$12,500

## Corporations

If Taxable Income Is:	Federal Income Tax The Tax Is:
Not over \$50,000	15%
\$50,000 – \$75,000	25%
\$75,001 – \$100,000	34%
\$100,001 – \$335,000	39%
\$335,001 – \$10M	34%
\$10,000,001 – \$15M	35%
\$15,000,001 – \$18.33M	38%
Over \$18,333,333	35%

## Standard Deductions

Filing Status	Deduction
Single (not a Surviving Spouse)	\$6,350
Married, filing jointly and Surviving Spouses	\$12,700
Married, filing separately	\$6,350
Head of Household	\$9,350

**Itemized Deduction Phaseout:**

Filing Status	PEP Threshold Begins
Single	\$261,500
Married filing, jointly	\$313,800
Head of Household	\$287,650
Married filing, separately	\$156,900

Itemized Deductions are reduced by 3% of AGI above the applicable threshold; \$261,500 single, \$313,800 married, \$287,650 HOH, \$156,900 married, filing single; total reduction cannot exceed 80% of itemizations.

2016 Additional standard deduction for aged (65 or older) or blind: \$1,550 (if single, or HOH, or \$1,250 per eligible spouse (married filing jointly)).

## Exemptions

Filing Status	Exemption
Personal Exemption (same as 2016)	\$4,050
Alternative Minimum Tax Exemption:	
Individual (single, not a surviving spouse)	\$54,300
Married, filing jointly or surviving spouse)	\$84,500
Married, filing separately	\$42,250
Trusts & Estates	\$24,100
<b>"Kiddie Tax"</b>	<b>\$1,050</b>

For 2017, the threshold for the kiddie tax - meaning the amount of unearned net income that a child can take home without paying any federal income tax is \$1,050. All unearned income in excess of \$1,050 but less than \$10,500 may be taxed at the parent's tax rate, if so elected by the parents.

## Capital Gains/Dividend Tax Rates

If you fall under the 2017 tax brackets of 10% or 15% tax brackets you pay	0%
25/28/33/35% tax brackets you pay	15%
39.6% tax bracket you pay	20%

Medicare surtax of 3.8% on net investment income above MAGI of \$200,000 (\$250,000 for married, filing jointly, \$125,000 for married, filing separately)

## Estate Planning

Gift tax annual exclusion	\$14,000
Annual exclusion: Non-U.S. spouse	\$149,000
Estate, Gift and GST Tax Exemption	\$5,490,000
Top estate, gift, GST rate	40%

## Social Security

Maximum earnings (during work year) subject to FICA tax increased to \$127,200

Visit [www.myprotective.com/socialsecurity](http://www.myprotective.com/socialsecurity) for calculation of taxable benefits in retirement.

## Retirement Plan Limits

IRA Contribution Limit: (traditional or Roth)	
Under age 50	\$5,500
Age 50 and over "catch-up"	\$1,000

**Deductible IRA phase-outs**

For taxpayers who are covered by a workplace retirement plan and who have an AGI of:

Filing status	Eligible Deduction Adjusted Gross Income of or less (full) but less than
Single or HOH	\$62,000 – \$72,000 partial
Married, filing jointly	\$99,000 – \$119,000 partial
Married, filing separate	\$0 – \$10,000 no deduction

## Roth IRA phase-outs

Filing status	Phase-out Starts At	Gross Income Ineligible At
Married Filers	\$186,000	\$196,000
Single Filers	\$118,000	\$133,000

## SIMPLE ELECTIVE DEFERRAL LIMIT: SIMPLE IRA and SIMPLE

Under age 50	\$12,500
Age 50 and over "catch-up"	\$3,000

**401(k), 403(b), 457 Plans – Deferral Limits:**

Under age 50	\$18,000
Age 50 and over "catch-up"	\$6,000

<b>Qualified LTC Benefit Payments</b>	
\$360 per diem/\$10,800 monthly	
<b>Defined Contribution Plan Limit</b>	
\$54,000 of 100% of compensation maximum contribution	
<b>Defined Benefit Plan Limit</b>	<b>\$215,000</b>

<b>SEP Contribution</b>	
In 2017, for the self-employed and small business owners, the amount they can save in a SEP IRA or solo 401(k) cannot exceed the lesser of 25% of salary or \$54,000. The compensation limit used in the savings calculation increased to \$270,000 in 2017.	
<b>Highly Compensated Employee Limit</b>	<b>\$120,000</b>
<b>Maximum Annual Compensation Limit for Qualified Plans</b>	<b>\$270,000</b>

<b>Retirement Tax Credit – A percentage of tax credit for an IRA, 401(k), 403(b), or 457 plan contribution, in addition to deduction or exclusion, if:</b>	
<b>Filing Status</b>	<b>Modified Adjusted Gross Income</b>
Married, filing jointly	Below \$62,000
Head of Household	Below \$46,500
Single or Married, filing separately	Below \$31,000

## Required Minimum Distribution (RMD) Table

Use the Uniform Lifetime table to calculate RMDs from IRAs and qualified plans during the owner’s life. Do not use this table if the owner has a spouse who is the sole beneficiary and is more than 10 years younger. Instead, use the Joint Life Table from IRS Publication 590. Use the Single Life Expectancy table for an inherited IRA. Calculate RMD by dividing the account balance at the end of the prior year by the RMD factor for the current year.

Uniform Lifetime		Uniform Lifetime		Single Life Expectancy				Single Life Expectancy			
Age	Factor	Age	Factor	Age	Factor	Age	Factor	Age	Factor	Age	Factor
70	27.4	93	9.6	9	73.8	55	29.6	32	51.4	78	11.4
71	26.5	94	9.1	10	72.8	56	28.7	33	50.4	79	10.8
72	25.6	95	8.6	11	71.8	57	27.9	34	49.4	80	10.2
73	24.7	96	8.1	12	70.8	58	27.0	35	48.5	81	9.7
74	23.8	97	7.6	13	69.9	59	26.1	36	47.5	82	9.1
75	22.9	98	7.1	14	68.9	60	25.2	37	46.5	83	8.6
76	22.0	99	6.7	15	67.9	61	24.4	38	45.6	84	8.1
77	21.2	100	6.3	16	66.9	62	23.5	39	44.6	85	7.6
78	20.3	101	5.9	17	66.0	63	22.7	40	43.6	86	7.1
79	19.5	102	5.5	18	65.0	64	21.8	41	42.7	87	6.7
80	18.7	103	5.2	19	64.0	65	21.0	42	41.7	88	6.3
81	17.9	104	4.9	20	63.0	66	20.2	43	40.7	89	5.9
82	17.1	105	4.5	21	62.1	67	19.4	44	39.8	90	5.5
83	16.3	106	4.2	22	61.1	68	18.6	45	38.8	91	5.2
84	15.5	107	3.9	23	60.1	69	17.8	46	37.9	92	4.9
85	14.8	108	3.7	24	59.1	70	17.0	47	37.0	93	4.6
86	14.1	109	3.4	25	58.2	71	16.3	48	36.0	94	4.3
87	13.4	110	3.1	26	57.2	72	15.5	49	35.1	95	4.1
88	12.7	111	2.9	27	56.2	73	14.8	50	34.2	96	3.8
89	12.0	112	2.6	28	55.3	74	14.1	51	33.3	97	3.6
90	11.4	113	2.4	29	54.3	75	13.4	52	32.3	98	3.4
91	10.8	114	2.1	30	53.3	76	12.7	53	31.4	99	3.1
92	10.2	115	1.9	31	52.4	77	12.1	54	30.5	100	2.9

For more information, please contact your Protective Life representative.

Source: www.irs.gov

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