



Tax Facts and Figures

Business Expenses

2021 Standard Mileage Rate Per Mile Business.....56.0¢ Medical and moving* 16.0¢ Charitable 14.0¢ Depreciation.....26.0¢	2021 Standard Deduction for Meals— High Low Method (Per Day) High cost localities.....\$ 71 All other localities\$ 60 Transportation workers\$ 66
Section 179 Expense Limits Regular 179 limits\$ 1,050,000 SUV limits\$ 26,200 Investment phaseout begins.....\$ 2,620,000	Qualified Transportation Benefits (exclusion from income allowed, but no employer deduction) Commuter benefits (per month) ... \$ 270 Parking benefits (per month)..... \$ 270

*The moving expense deduction is available only to active duty military servicemembers pursuant to a permanent change of station (PCS) order.

2021 Retirement Plan Limits

401(k)/403(b) Deferral Limits Under age 50.....\$ 19,500 Age 50 and over \$ 26,000	Roth IRA Phaseout Range MFJ.....\$ 198,000—\$ 208,000 Single, HOH.....\$ 125,000—\$ 140,000 MFS.....\$ 0—\$ 10,000
IRA Contribution Limits Under age 50.....\$ 6,000 Age 50 and over \$ 7,000	SIMPLE Deferral Limits Under age 50.....\$ 13,500 Age 50 and over\$ 16,500
IRA Deduction Phaseout Range if Covered by Employer Plan MFJ.....\$ 105,000—\$ 125,000 Single, HOH.....\$ 66,000—\$ 76,000 MFS.....\$ 0—\$ 10,000 Spouse not covered\$ 198,000—\$ 208,000	Qualified Retirement Plans Profit sharing/SEP limits .25%/58,000 Defined benefit plan limits ... \$ 230,000 Compensation limits\$ 290,000

Education Tax Benefits

American Opportunity Credit MFJ phaseout \$160,000—\$180,000 Single, HOH phaseout.....\$80,000—\$90,000 Maximum credit: \$2,500 per student Up to 40% (\$1,000) may be refundable	Education Savings Account (ESA) MFJ phaseout.....\$190,000—\$220,000 All others \$95,000—\$110,000 Annual contribution limit: \$2,000 per beneficiary
Lifetime Learning Credit MFJ phaseout \$160,000—\$180,000 Single, HOH phaseout.....\$80,000—\$90,000 Maximum credit: \$2,000 per return	Student Loan Interest Deduction MFJ phaseout.....\$140,000—\$170,000 Single, HOH phaseout.....\$70,000—\$85,000 Maximum deduction: \$2,500 per return
	U.S. Savings Bonds Interest Exclusion MFJ phaseout.....\$124,800—\$154,800 Single, HOH phaseout.....\$83,200—\$98,200

Qualified Tuition Plans (529 plans)

- Distributions for qualifying expenses for college students or apprentices are not taxable.
- Distributions up to \$10,000 per student are allowed for tuition expenses for a public, private, or religious elementary or secondary school.
- Cumulative distributions up to \$10,000 per beneficiary and sibling for qualified education debt.

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2021 Tax Rates: Capital Gain and Dividend Income

If income is...	Maximum tax rate %	If asset is held...
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain	See below	More than 1 year
Qualified dividend income	See below	More than 60 days
Taxable Income Single\$0 to \$40,400 MFJ/QW\$0 to \$80,800 MFS.....\$0 to \$40,400 HOH.....\$0 to \$54,100 Estates and trusts.....\$0 to \$2,700	0%	
Taxable Income Single\$40,401 to \$445,850 MFJ/QW\$80,801 to \$501,600 MFS.....\$40,401 to \$250,800 HOH.....\$54,101 to \$473,750 Estates and Trusts.....\$2,701 to \$13,250	15%	
Taxable Income Single\$445,851 and over MFJ/QW\$501,601 and over MFS.....\$250,801 and over HOH.....\$473,751 and over Estates and Trusts.....\$13,251 and over	20%	
Short-term capital gain	37%	1 year or less
Ordinary dividend income	37%	60 days or less

Net Investment Income Tax (NIIT)

3.8% additional tax on investment income if MAGI above threshold amount

Filing status	Single, HOH	MFJ, QW	MFS
Threshold amount	\$200,000	\$250,000	\$125,000

2021 Qualified Business Income Deduction Thresholds

MFJ: \$329,800	MFS: \$164,925	Single, HOH, QW: \$164,900
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Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 72.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of \$5,000.