

# 2009 TAX TABLES

## Personal Exemption and Standard Deductions

### Personal and Dependency Exemptions:

Individuals	\$3,650
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### Standard Deduction:

Married filing jointly and surviving spouses	\$11,400
Single Taxpayers	\$5,700
Head of households	\$8,350
Married filing separately	\$5,700
Dependents who file <i>(Could be up to \$5,700 if they have earned income)</i>	\$950

Taxpayers who are blind or age 65 and over may obtain an additional standard deduction of \$1,100 if married (whether filing jointly or separately), or \$1,400 if single or head of household. If a taxpayer is both over 65 and blind, double those amounts.

## 2009 Estate and Trust Tax Rates

### Estates and Trusts

#### If Taxable Income Is:

Over - But not over	The tax is	Of amount over
\$ 0 - 2,300	15%	\$ 0
2,300 - 5,350	\$ 345.00 + 25%	2,300
5,350 - 8,200	1,107.50 + 28%	5,350
8,200 - 11,150	1,905.50 + 33%	8,200
Over 11,150	2,879.00 + 35%	11,150

## 2009 Individual Tax Rates

### Married Persons Filing Jointly and Surviving Spouses

#### If Taxable Income Is:

Over - But not over	The tax is	Of amount over
\$ 0 -16,700	10%	\$ 0
16,700 - 67,900	\$ 1,670.00 + 15%	16,700
67,900 - 137,050	9,350.00 + 25%	67,900
137,050 - 208,850	26,637.50 + 28%	137,050
208,850 - 372,950	46,741.50 + 33%	208,850
Over 372,950	100,894.50 + 35%	372,950

### Married Persons Filing Separately

Over - But not over	The tax is	Of amount over
\$ 0 - 8,350	10%	\$ 0
8,350 - 33,950	\$ 835.00 + 15%	8,350
33,950 - 68,525	4,675.00 + 25%	33,950
68,525 - 104,425	13,318.75 + 28%	68,525
104,425 - 186,475	23,370.75 + 33%	104,425
Over 186,475	50,447.25 + 35%	186,475

### Single Taxpayers

Over - But not over	The tax is	Of amount over
\$ 0 - 8,350	10%	\$ 0
8,350 - 33,950	\$ 835.00 + 15%	8,350
33,950 - 82,250	4,675.00 + 25%	33,950
82,250 - 171,550	16,750.00 + 28%	82,250
171,550 -372,950	41,754.00 + 33%	171,550
Over 372,950	108,216.00 + 35%	372,950

### Head of Household

Over - But not over	The tax is	Of amount over
\$ 0 - 11,950	10%	\$ 0
11,950 - 45,500	\$ 1,195.00 + 15%	11,950
45,500 - 117,450	6,227.50 + 25%	45,500
117,450 - 190,200	24,215.00 + 28%	117,450
190,200 - 372,950	44,585.00 + 33%	190,200
Over 372,950	104,892.50 + 35%	372,950

## 2009 Corporate Tax Rates

### Federal

#### If Taxable Income Is:

Over - But not over	The tax is	Of amount over
\$ 0 - 50,000	15%	\$ 0
50,000 - 75,000	\$ 7,500 + 25%	50,000
75,000 - 100,000	13,750 + 34%	75,000
100,000 - 335,000	22,250 + 39%	100,000
335,000 - 10,000,000	113,900 + 34%	335,000

### Vermont

#### If Taxable Income Is:

Over - But not over	The tax is	Of amount over
\$ 0 - 10,000	6% (minimum of \$250)	\$ 0
10,000 - 25,000	600 + 7%	10,000
Over 25,000	1,650 + 8.5%	25,000

## 2009 Individual Capital Gains Rates

Top Capital Gains Rate	Holding Period
15%	More than one year
25%	More than one year, recapture of depreciation on real estate
0%	More than one year, for those in 10% & 15% bracket
28%	More than one year (collectables)

Short-term and long-term capital gains are treated separately and a loss can be used to offset a gain of the same type. Short-term gains are taxed as ordinary income. Net capital losses may offset other income by up to \$3,000 per year. The balance of unused capital losses is carried forward indefinitely.

## 2009 Payroll Tax Rates

**FICA:** The maximum taxable wage base for FICA (Social Security) is \$106,800.

	MEDICARE	FICA
Employer & Employee	1.45%	6.20%
Self-Employed	2.90%	12.40%

**Medicare:** The Medicare Part A (Hospital Insurance) payroll tax rate is 1.45% for both employers and employees, and 2.9% for the self-employed. Once part of the Social Security tax, Medicare now has its own rate. There is no cap on the amount of earned income subject to the Medicare tax.

**SUTA:** A state unemployment compensation tax is imposed on all Vermont employers for the first \$8,000 of wages paid in 2009 to each covered employee. The rate is specific to each employer.

**FUTA:** A federal unemployment compensation tax rate of 6.2% is imposed on employers for the first \$7,000 of wages paid in 2009 to each covered employee. However, because of credits allowed to employers for their contributions to state unemployment funds, the effective FUTA rate paid by most employers is only 0.8%. Quarterly deposits are required if tax exceeds \$500.

## Estimated Tax Payments

INSTALLMENT	DUE DATE
Last 2008 Payment	January 15, 2009
First 2009 Payment	April 15, 2009
Second 2009 Payment	June 16, 2009
Third 2009 Payment	September 15, 2009
Fourth 2009 Payment	January 15, 2010

## Exceptions to Underpayment Penalties

These due dates apply to a calendar-year taxpayer. To avoid penalties for underpaying estimated taxes, taxpayers must pay in through withholding and estimated taxes at least the lesser of (1) 100% of the 2008 tax liability, (2) 90% of the 2009 tax liability or (3) based on an annualized income installment method. For taxpayers with adjusted gross income in excess of \$150,000 (\$75,000 for married filing separately) the prior year safe harbor percentage is 110%.

**2009 INCOME PHASEOUT RANGES<sup>1</sup>**

	FILING STATUS			
	Married - Joint	Head of Household	Single	Married - Separate
Personal Exemption	\$250,200	\$208,500	\$166,800	\$125,100
Itemized Deduction	\$166,800	\$166,800	\$166,800	\$83,400
Child Tax Credit <sup>2</sup>	\$110,000 - varies	\$75,000 - varies	\$75,000 - varies	\$55,000 - varies
Education Loan Interest Deduction	\$120,000 -150,000	\$60,000 -75,000	\$60,000 -75,000	N/A <sup>3</sup>
Roth IRA Contribution	\$166,000 -176,000	\$105,000 -120,000	\$105,000 -120,000	\$ 0 -10,000
Education IRA	\$190,000 -220,000	\$ 95,000 -110,000	\$95,000 -110,000	\$95,000 -110,000
Traditional IRA w/ Pension	\$89,000 -109,000	\$55,000 -65,000	\$55,000 -65,000	\$ 0 -10,000
Higher Education Credits	\$100,000 -120,000	\$50,000 -60,000	\$50,000 -60,000	N/A <sup>3</sup>
Savings Bond Interest Exclusion	\$104,900 -134,900	\$69,950 -84,950	\$69,950 -84,950	N/A <sup>3</sup>

<sup>1</sup> Income refers to adjusted gross income with some modifications  
<sup>2</sup> The income level at which this credit will be completely phased out depends on the number of qualifying children  
<sup>3</sup> A married person must file a joint return in order to take advantage of this tax break

**Consumer Price Index (CPI-U)**

Year	Average 12-Month Increase
2006	2.5%
2007	4.1%
2008	.1%

**Other Important Information**

	2009	2008
Unearned Income Without Kiddie Tax	\$1,900	\$1,800
Child Tax Credit	\$1,000	\$1,000
Auto Standard Mileage Allowances		
Business	55¢	50.5/58.5¢
Charity Work	14¢	14¢
Medical/Moving	24¢	19/27¢
Section 179 Deduction	\$133,000	\$250,000
Earning Ceiling for Social Security		
Under full retirement age	\$14,160	\$13,560
Above full retirement age	Unlimited	Unlimited
YR retirement age reached	\$3,140/mo	\$3,010/mo
	maximum amount for each month under retirement age	
Estate Tax Unified Credit Equivalent	\$3,500,000	\$2,000,000
Annual Gift Exclusion	\$13,000	\$12,000
Lifetime Gift Exclusion	\$1,000,000	\$1,000,000
Max Compensation Qualified Plans	\$245,000	\$230,000
Max Contribution Defined Contribution Plan	\$49,000	\$46,000
Max Deferral 401(k)/403(b) 50 and Over Catch up	\$16,500 \$5,500	\$15,500 \$5,000
Max Deferral SIMPLE 50 and Over Catch up	\$11,500 \$2,500	\$10,500 \$2,500
IRA, Traditional and Roth 50 and Over Catch up	\$5,000 \$1,000	\$5,000 \$1,000
HSA - Maximum Contributions		
Self	\$3,000	\$2,900
Family	\$5,950	\$5,800
55 and Over Catch up	\$1,000	\$900
HSA - Minimum Annual Deductible		
Self-Only	\$1,150	\$1,100
Family	\$2,300	\$2,200
HSA - Maximum Out of Pocket Expenses		
Self	\$5,800	\$5,600
Family	\$11,600	\$11,200

**Conversion of Tax Exempt to Taxable Interest Equivalent**

Tax Exempt Yield	Equivalent Taxable Yield for a Federal Tax Rate of:					
	10%	15%	25%	28%	33%	35%
2.0%	2.22	2.35	2.67	2.78	2.99	3.08
2.5%	2.78	2.94	3.33	3.47	3.73	3.85
3.0%	3.33	3.53	4.00	4.17	4.48	4.62
3.5%	3.89	4.12	4.67	4.86	5.22	5.38
4.0%	4.44	4.71	5.33	5.56	5.97	6.15
4.5%	5.00	5.29	6.00	6.25	6.72	6.92
5.0%	5.56	5.88	6.67	6.94	7.46	7.69

**Important Addresses:**

**For Individual Estimated Tax Payments:**

Internal Revenue Service  
P.O. Box 37001  
Hartford, CT 06176-0001

Vermont Department of Taxes  
P.O. Box 1779  
Montpelier, VT 05601-1779

**Extended Due Dates for Calendar Year Taxpayers**

	Individual	Corporate
Automatic Fed:	10/15/09	9/15/09*
Automatic VT:	10/15/09	10/15/09

\* Partnerships and Trusts have a new extended due date of 9/15/09.

**2009  
Important Tax Tables  
and  
Information**



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