



National Tax Advisory[®]

TO: All Professional Tax Personnel
FROM: Robin Tuttle Christian, CPA

NTA-588
DATE: September 26, 2006⁷

RE: Updated Quick Access Federal Tax Data Sheet (2005–2007)

	2007	2006	2005
Standard Deductions			
Joint or Qualifying Widow(er) (MFJ)	\$ 10,700 ²	\$ 10,300	\$ 10,000
Single	5,350 ²	5,150	5,000
Head of Household (HOH)	7,850 ²	7,550	7,300
Married Filing Separately (MFS)	5,350 ²	5,150	5,000
Additional for Elderly/Blind—Married	1,050 ²	1,000	1,000
Additional for Elderly/Blind—Unmarried	1,300 ²	1,250	1,250
Taxpayer Claimed as Dependent	850 ^{1,2}	850 ¹	800
Personal/Dependent Exemption	\$ 3,400 ²	\$ 3,300	\$ 3,200
Child Tax Credit	\$ 1,000	\$ 1,000	\$ 1,000
Unearned Income without Kiddie Tax	\$ 1,700 ²	\$ 1,700	\$ 1,600
Beginning of 15% Bracket			
MFJ	\$ 15,650 ²	\$ 15,100	\$ 14,600
Single	7,825 ²	7,550	7,300
HOH	11,200 ²	10,750	10,450
MFS	7,825 ²	7,550	7,300
Estates and Nongrantor Trusts	0	0	0
Beginning of 25% Bracket			
MFJ	\$ 63,700 ²	\$ 61,300	\$ 59,400
Single	31,850 ²	30,650	29,700
HOH	42,650 ²	41,050	39,800
MFS	31,850 ²	30,650	29,700
Estates and Nongrantor Trusts	2,150 ²	2,050	2,000
Beginning of 28% Bracket			
MFJ	\$ 128,500 ²	\$ 123,700	\$ 119,950
Single	77,100 ²	74,200	71,950
HOH	110,100 ²	106,000	102,800
MFS	64,250 ²	61,850	59,975
Estates and Nongrantor Trusts	5,000 ²	4,850	4,700
Beginning of 33% Bracket			
MFJ	\$ 195,850 ²	\$ 188,450	\$ 182,800
Single	160,850 ²	154,800	150,150
HOH	178,350 ²	171,650	166,450
MFS	97,925 ²	94,225	91,400
Estates and Nongrantor Trusts	7,650 ²	7,400	7,150
Beginning of 35% Bracket			
MFJ, Single, HOH	\$ 349,700 ²	\$ 336,550	\$ 326,450
MFS	174,850 ²	168,275	163,225
Estates and Nongrantor Trusts	10,450 ²	10,050	9,750

	2007	2006	2005
Beginning/Ending of Personal Exemption			
Phase-out Range—Based on AGI			
MFJ	\$ 234,600/357,100 ²	\$ 225,750/348,250	\$218,950/341,450
Single	156,400/278,900 ²	150,500/273,000	145,950/268,450
HOH	195,500/318,000 ²	188,150/310,650	182,450/304,950
MFS	117,300/178,550 ²	112,875/174,125	109,475/170,725
Beginning of Itemized Deduction			
Phase-out Range—Based on AGI			
MFJ, Single, HOH	\$ 156,400 ²	\$ 150,500	\$ 145,950
MFS	78,200 ²	75,250	72,975
Gift and Estate Tax			
Applicable Exclusion Amount (Estate Tax)	\$ 2,000,000	\$ 2,000,000	\$ 1,500,000
Gift Tax Exemption	1,000,000	1,000,000	1,000,000
Gift Tax Annual Exclusion		12,000	11,000
FICA/SE Tax Max Earnings	\$ 98,100 ²	\$ 94,200	\$ 90,000
Auto Standard Mileage Allowances			
Business		.445	.405/.485 ³
Charity Work		.14 ⁴	.14 ⁴
Medical/Moving		.18	.15/.22 ³
Luxury (Nonelectric) Depreciation Limits			
Autos			
First Year	\$	\$ 2,960	\$ 2,960
Second Year		4,800	4,700
Third Year		2,850	2,850
Fourth Year and Thereafter		1,775	1,675
Light Trucks and Vans			
First Year	\$	\$ 3,260	\$ 3,260
Second Year		5,200	5,200
Third Year		3,150	3,150
Fourth Year and Thereafter		1,875	1,875
Qualified Transportation Fringe			
Vehicle/Transit Pass Limit	\$ 110 ²	\$ 105	\$ 105
Qualified Parking Limit	215 ²	205	200
Max IRA Contribution⁵	\$4,000/5,000	\$4,000/5,000	\$4,000/4,500
Max 401(k) and 403(b) Deferral⁵	\$	\$15,000/20,000	\$14,000/18,000
Max SIMPLE Deferral⁵	\$	\$10,000/12,500	\$10,000/12,000
Section 179 Deduction			
Maximum Equipment Purchase	\$	\$ 108,000 ⁶	\$ 105,000 ⁶
		430,000	420,000
Earnings Ceiling for Social Security			
Below Full Retirement Age	\$	\$ 12,480	\$ 12,000
Full Retirement Age	Unlimited	Unlimited	Unlimited

¹ If an individual who can be claimed as a dependent on another's return has earned income, the standard deduction for 2006 and 2007 is the greater of \$850 or \$300 plus the earned income (but no more than the standard deduction).

² These are estimated amounts. Official numbers have not yet been released.

³ The rate is \$.405/.15 through 8/31/05 and \$.485/.22 from 9/1/05–12/31/05.

⁴ The rate for Hurricane Katrina relief is \$.29 for 8/25/05–8/31/05, \$.34 for 9/1/05–12/31/05, and \$.32 for 1/1/06–12/31/06.

⁵ Limit will be different for certain employees because of the discrimination rules, % of salary limitations, etc. In addition, the higher of the two limits applies only to those age 50 or older.

⁶ For Qualified New York Liberty Zone (QNYLZ) property, this limit is increased by the lesser of \$35,000 or the cost of the QNYLZ property.

⁷ This table has been updated for 2007 amounts known or estimated as of 9/26/06. To make it easier to find quickly, from now on we will keep the updated Federal Tax Data Sheet as the first NTA of each year. As new amounts are available during the year, we will update and issue replacement pages for that table, in lieu of issuing new tables throughout the year.