

## BUSINESS

### Depreciation

#### 36-Month Assets (Straight-Line)

Most software

#### 3-Year Assets (200% DB)

Dies, molds, small tools, certain horses

#### 5-Year Assets (200% DB)

Autos, computers, typewriters, copiers, many types of equipment, private aircraft

#### 7-Year Assets (200% DB)

Most manufacturing equipment, office furniture, printing equipment, oil and gas production equipment

#### 7-Year Assets (150% DB)

Farm equipment

#### 27.5-Year Assets (Straight-Line)

Rental houses, apartments, low-income housing

#### 39-Year Assets (Straight-Line)

Nonresidential buildings

### Personal Property Depreciation

#### Percent of Original Depreciable Basis under 200% DB Method

(Not applicable for mid-quarter convention)

Recovery Year	3-Year Class	5-Year Class	7-Year Class
1	33.33	20.00	14.29
2	44.45	32.00	24.49
3	14.81	19.20	17.49
4	7.41	11.52	12.49
5		11.52	8.93
6		5.76	8.92
7			8.93
8			4.46

### Section 179 Expense

	2014	2013
Maximum expense election	\$ 25,000	\$ 500,000
Phaseout threshold	\$ 200,000	\$2,000,000

## CORPORATE INCOME TAX RATES

### Regular Tax

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 50,000	15%	\$ 0
\$ 50,001 – \$ 75,000	\$ 7,500 + 25%	\$ 50,000
\$ 75,001 – \$ 100,000	\$ 13,750 + 34%	\$ 75,000
\$ 100,001 – \$ 335,000	\$ 22,250 + 39%	\$ 100,000
\$ 335,001 – \$ 10,000,000	\$ 113,900 + 34%	\$ 335,000
\$ 10,000,001 – \$ 15,000,000	\$ 3,400,000 + 35%	\$ 10,000,000
\$ 15,000,001 – \$ 18,333,333	\$ 5,150,000 + 38%	\$ 15,000,000
\$ 18,333,334 and above	a flat 35%	

Personal Service Corporations — 35% flat tax rate.

Capital Gains Tax Rate — Same as regular rate.

## ESTATE AND GIFT TAXES

### Estate Taxes

	2014	2013
Estate tax exemption	\$ 5,340,000	\$ 5,250,000
Applicable credit amount	\$ 2,081,800	\$ 2,045,800
Top estate tax rate	40%	40%

### Gift Taxes

	2014	2013
Lifetime gift tax exemption	\$ 5,340,000	\$ 5,250,000
Annual gift tax exclusion		
Gifts per person	\$ 14,000	\$ 14,000
Joint gifts by spouse	\$ 28,000	\$ 28,000
Top gift tax rate	40%	40%

## LONG-TERM CARE INSURANCE

If you are:

You may deduct this much of your annual premiums

	2014	2013
Over 70	\$ 4,660	\$ 4,550
61 to 70	\$ 3,720	\$ 3,640
51 to 60	\$ 1,400	\$ 1,360
41 to 50	\$ 700	\$ 680
40 and under	\$ 370	\$ 360

## CAPITAL GAINS — 2014 & 2013

Holding Period	Top Capital Gains Rate	
	2014	2013
12 months or less	39.6%*	39.6%*
More than 12 months	20%*	20%*
Depreciation recapture on real estate	25%	25%
Collectibles and certain small business stock	28%	28%

\*Capital gain rates may be subject to an additional 3.8% Medicare tax.

## COVERDELL ESAs — 2014 & 2013

	2014	2013
• Contribution limit	\$ 2,000 per beneficiary	\$ 2,000 per beneficiary
• AGI phaseouts:*		
Joint filers	\$ 190,000 – \$ 220,000	\$ 190,000 – \$ 220,000
Individual filers	\$ 95,000 – \$ 110,000	\$ 95,000 – \$ 110,000

\* Phaseout applies to the contributor, not the beneficiary.

## STANDARD MILEAGE RATES

Use	2014	2013
Business	56¢ per mile	56.5¢ per mile
Moving	23.5¢ per mile	24¢ per mile
Medical	23.5¢ per mile	24¢ per mile
Charitable	14¢ per mile	14¢ per mile

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## 2014 Tax Pocket Guide

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Individual - Business - Retirement  
Capital Gains - Estate and Gift  
Plan Administration - Investment Management

## 2014 INDIVIDUAL INCOME TAX RATES\*

### Regular Tax — Married, Filing Jointly or Surviving Spouse

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 18,150	..... 10%	\$ 0
\$ 18,150 – \$ 73,800	\$ 1,815 + 15%	\$ 18,150
\$ 73,800 – \$ 148,850	\$ 10,162 + 25%	\$ 73,800
\$ 148,850 – \$ 226,850	\$ 28,925 + 28%	\$ 148,850
\$ 226,850 – \$ 405,100	\$ 50,765 + 33%	\$ 226,850
\$ 405,100 – \$ 457,600	\$ 109,587 + 35%	\$ 405,100
\$ 457,600 and above	\$ 127,962 + 39.6%	\$ 457,600

### Married, Filing Separately

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 9,075	..... 10%	\$ 0
\$ 9,075 – \$ 36,900	\$ 907 + 15%	\$ 9,075
\$ 36,900 – \$ 74,425	\$ 5,081 + 25%	\$ 36,900
\$ 74,425 – \$ 113,425	\$ 14,462 + 28%	\$ 74,425
\$ 113,425 – \$ 202,550	\$ 25,382 + 33%	\$ 113,425
\$ 202,550 – \$ 228,800	\$ 54,793 + 35%	\$ 202,550
\$ 228,800 and above	\$ 63,981 + 39.6%	\$ 228,800

### Single

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 9,075	..... 10%	\$ 0
\$ 9,075 – \$ 36,900	\$ 907 + 15%	\$ 9,075
\$ 36,900 – \$ 89,350	\$ 5,081 + 25%	\$ 36,900
\$ 89,350 – \$ 186,350	\$ 18,193 + 28%	\$ 89,350
\$ 186,350 – \$ 405,100	\$ 45,353 + 33%	\$ 186,350
\$ 405,100 – \$ 406,750	\$ 117,541 + 35%	\$ 405,100
\$ 406,750 and above	\$ 118,118 + 39.6%	\$ 406,750

### Head of Household

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 12,950	..... 10%	\$ 0
\$ 12,950 – \$ 49,400	\$ 1,295 + 15%	\$ 12,950
\$ 49,400 – \$ 127,550	\$ 6,762 + 25%	\$ 49,400
\$ 127,550 – \$ 206,600	\$ 26,300 + 28%	\$ 127,550
\$ 206,600 – \$ 405,100	\$ 48,434 + 33%	\$ 206,600
\$ 405,100 – \$ 432,200	\$ 113,939 + 35%	\$ 405,100
\$ 432,200 and above	\$ 123,424 + 39.6%	\$ 432,200

### 2014 Qualified Dividend Income 15%\* (0% for lower tax brackets)

\*Individuals in the top tax bracket will pay 23.8% (20% plus a 3.8% Medicare surtax).

## PERSONAL EXEMPTIONS

	2014	2013
Deduction for each taxpayer, spouse, and dependent	\$ 3,950	\$ 3,900
There is an AGI phaseout beginning at:		
Married, filing jointly	\$ 305,050	\$ 300,000
Married, filing separately	\$ 152,525	\$ 150,000
Single	\$ 254,200	\$ 250,000
Head of household	\$ 279,650	\$ 275,000

## 2013 INDIVIDUAL INCOME TAX RATES\*

### Regular Tax — Married, Filing Jointly or Surviving Spouse

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 17,850	..... 10%	\$ 0
\$ 17,850 – \$ 72,500	\$ 1,785 + 15%	\$ 17,850
\$ 72,500 – \$ 146,400	\$ 9,982 + 25%	\$ 72,500
\$ 146,400 – \$ 223,050	\$ 28,457 + 28%	\$ 146,400
\$ 223,050 – \$ 398,350	\$ 49,919 + 33%	\$ 223,050
\$ 398,350 – \$ 450,000	\$ 107,768 + 35%	\$ 398,350
\$ 450,000 and above	\$ 125,846 + 39.6%	\$ 450,000

### Married, Filing Separately

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 8,925	..... 10%	\$ 0
\$ 8,925 – \$ 36,250	\$ 892 + 15%	\$ 8,925
\$ 36,250 – \$ 73,200	\$ 4,991 + 25%	\$ 36,250
\$ 73,200 – \$ 111,525	\$ 14,228 + 28%	\$ 73,200
\$ 111,525 – \$ 199,175	\$ 24,959 + 33%	\$ 111,525
\$ 199,175 – \$ 225,000	\$ 53,884 + 35%	\$ 199,175
\$ 225,000 and above	\$ 62,923 + 39.6%	\$ 225,000

### Single

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 8,925	..... 10%	\$ 0
\$ 8,925 – \$ 36,250	\$ 892 + 15%	\$ 8,925
\$ 36,250 – \$ 87,850	\$ 4,991 + 25%	\$ 36,250
\$ 87,850 – \$ 183,250	\$ 17,891 + 28%	\$ 87,850
\$ 183,250 – \$ 398,350	\$ 44,603 + 33%	\$ 183,250
\$ 398,350 – \$ 400,000	\$ 115,586 + 35%	\$ 398,350
\$ 400,000 and above	\$ 116,163 + 39.6%	\$ 400,000

### Head of Household

If Taxable Income Is Between:	Your Tax Is:	Of Amount Over:
\$ 0 – \$ 12,750	..... 10%	\$ 0
\$ 12,750 – \$ 48,600	\$ 1,275 + 15%	\$ 12,750
\$ 48,600 – \$ 125,450	\$ 6,652 + 25%	\$ 48,600
\$ 125,450 – \$ 203,150	\$ 25,865 + 28%	\$ 125,450
\$ 203,150 – \$ 398,350	\$ 47,621 + 33%	\$ 203,150
\$ 398,350 – \$ 425,000	\$ 112,037 + 35%	\$ 398,350
\$ 425,000 and above	\$ 121,364 + 39.6%	\$ 425,000

### 2013 Qualified Dividend Income 15%\* (0% for lower tax brackets)

\*Individuals in the top tax bracket will pay 23.8% (20% plus a 3.8% Medicare surtax).

## STANDARD DEDUCTION

	2014*	2013
Married, filing jointly	\$ 12,400	\$ 12,200
Married, filing separately	\$ 6,200	\$ 6,100
Single	\$ 6,200	\$ 6,100
Head of household	\$ 9,100	\$ 8,950
Additional — blind or elderly		
Single	\$ 1,550	\$ 1,500
Married	\$ 1,200	\$ 1,200

\* Deduct the greater of standard or itemized deductions.

## RETIREMENT PLANS

### Indexed Contribution & Benefit Limits for Qualified Plans

Type of Plan	2014	2013
Individual Retirement Accounts (IRAs)*	\$ 5,500	\$ 5,500
Section 401(k) plans or SAR-SEPs*	\$ 17,500	\$ 17,500
Section 403(b) plans*	\$ 17,500	\$ 17,500
Section 408(p)(2)(E) SIMPLE contributions*	\$ 12,000	\$ 12,000
Section 457(b)(2) limit*	\$ 17,500	\$ 17,500
Section 415 limit for:		
Defined contribution plans <sup>†</sup>	\$ 52,000	\$ 51,000
Defined benefit plans	\$ 210,000	\$ 205,000
Highly compensated employees Section 414(q)	\$ 115,000	\$ 115,000
FICA taxable wage base		
Social Security	\$ 117,000	\$ 113,700
Medicare (tax rate 1.45% for employees; 2.90% for self-employed)**	No limit	No limit

\* Age 50 additional contributions

401(k) type plans	\$ 5,500	\$ 5,500
SIMPLEs	\$ 2,500	\$ 2,500
IRAs	\$ 1,000	\$ 1,000

<sup>†</sup> The Section 415 compensation limit for defined contribution plans is \$260,000.

\*\* An additional tax rate of 0.9% on wages in excess of \$200,000 may apply.

### Roth IRAs

AGI limit for maximum contributions:	2014	2013
Joint filers	\$ 181,000	\$ 178,000
Individual filers	\$ 114,000	\$ 112,000

The income limit on converting traditional IRAs to Roth IRAs was eliminated in 2010.

## SOCIAL SECURITY

Annual Earned Income Limit	2014	2013
Under full retirement age	\$ 15,480	\$ 15,120
Full retirement age	No Limit	No Limit

For people reaching full retirement age in 2014, the limit is \$41,400 for months prior to attainment. Beginning the month in which they turn full retirement age, there is no limit.

## HEALTH SAVINGS ACCOUNTS

Contribution Limits	2014	2013
Individual, self-only	\$ 3,300	\$ 3,250
Family Coverage	\$ 6,550	\$ 6,450
Catch-up for those age 55 and older	\$ 1,000	\$ 1,000

For 2014, the minimum deductible for a high-deductible health plan (HDHP) is \$1,250 for self-only coverage and \$2,500 for family coverage. The maximum out-of-pocket limit is \$6,350 for self-only coverage and \$12,700 for family plans.

## ALTERNATIVE MINIMUM TAX

AMT Exemptions	2014	2013
Married, filing jointly	\$ 82,100	\$ 80,800
Married, filing separately	\$ 41,050	\$ 40,400
Single	\$ 52,800	\$ 51,900
Head of household	\$ 52,800	\$ 51,900