

2013 INDIVIDUAL FEDERAL INCOME-BASED TAX LAW CHANGES

TYPE OF INCOME	THRESHOLD AMOUNT		AFFECTED TAX AREA	2013 TAX LAW CHANGE	
	SINGLE	MFJ*		2012 TAX LAW	
Earned Income	\$0 - \$113,700	\$0 - \$113,700	Social Security Tax	6.2% of first \$113,700	4.2% of first \$110,100
Earned Income and Modified Adjusted Gross Income	\$200,000	\$250,000	Medicare Earned Income Tax	2.35% of earned income in excess of threshold	1.45% of all earned income
Modified Adjusted Gross Income	\$200,000	\$250,000	Medicare Investment Income Tax	3.8% of net investment income	Not applicable
Adjusted Gross Income	\$250,000	\$300,000	Itemized Deductions Limitation	Lose 3% of itemized deductions in excess of threshold	Not applicable
			Personal Exemption Phaseout	Lose 2% for each \$2,500 in excess of threshold	Not applicable
Taxable Income	\$400,000	\$450,000	Income Tax Bracket	39.6% of excess of taxable income over threshold	35% top bracket
			Long-Term Capital Gains and Qualified Dividends	20% tax rate	15% tax rate

* Married Filing Joint