

## Tax Brackets for 2009

Taxable income (i.e., income minus deductions and exemptions) between:

<b>Married, filing jointly</b>	
\$0 - \$16,700	10%
\$16,701 - \$67,900	15%
\$67,901 - \$137,050	25%
\$137,051 - \$208,850	28%
\$208,851 - \$372,950	33%
over \$372,950	35%

<b>Single</b>	
\$0 - \$8,350	10%
\$8,351 - \$33,950	15%
\$33,951 - \$82,250	25%
\$82,251 - \$171,550	28%
\$171,551 - \$372,950	33%
over \$372,950	35%

<b>Married, filing separately</b>	
\$0 - \$8,350	10%
\$8,351 - \$33,950	15%
\$33,951 - \$68,525	25%
\$68,526 - \$104,425	28%
\$104,426 - \$186,475	33%
over \$186,475	35%

<b>Single, head of household</b>	
\$0 - \$11,950	10%
\$11,951 - \$45,500	15%
\$45,501 - \$117,450	25%
\$117,451 - \$190,200	28%
\$190,201 - \$372,950	33%
over \$372,950	35%

<b>Estates and trusts</b>	
\$0 - \$2,300	15%
\$2,301 - \$5,350	25%
\$5,351 - \$8,200	28%
\$8,201 - \$11,150	33%
over \$11,150	35%

<b>Corporations</b>	
\$0 - \$50,000	15%
\$50,001 - \$75,000	25%
\$75,001 - \$100,000	34%
\$100,001 - \$335,000	39%
\$335,001 - \$18,333,333	34 - 38%
over \$18,333,333	35%

## Standard Deduction

Married, filing jointly	\$11,400
Single	\$5,700
Married, filing separately	\$5,700
Head of household	\$8,350
Blind or over 65: add \$1,100 if married, \$1,400 if single or head of household	

## Itemized Deductions Phaseout Begins

Married, filing jointly	\$166,800 AGI
Single	\$166,800 AGI
Married, filing separately	\$83,400 AGI
Head of household	\$166,800 AGI

## Personal Exemption: \$3,650

## Personal Exemption Phaseout Begins

Married, filing jointly	\$250,200 - \$372,700 AGI
Single	\$166,800 - \$289,300 AGI
Married, filing separately	\$125,100 - \$186,350 AGI
Head of household	\$208,500 - \$331,000 AGI

## Kiddie Tax Exemption: \$1,900

## Alternative Minimum Tax Exemption Amount

Married, filing jointly	\$69,950
Single, HOH <sup>1</sup>	\$46,200
Married, filing separately	\$34,975
Above amounts are for 2008. Without Congressional action in 2009, figures revert to pre-2001 amounts.	

## Long-term Capital Gains and Dividend Rates

10% and 15% bracket	0%
Higher brackets	15%
Capital gains on collectibles	28%
Unrecaptured 1250 depreciation	25%

## Pension Plans Limits

<b>IRA contribution</b>	
Under age 50	\$5,000
Age 50 and over	\$6,000

<b>Phaseout for deducting IRA contribution</b>	
Joint	\$89,000 - \$109,000 AGI
Single HOH <sup>1</sup>	\$55,000 - \$65,000 AGI
Married, filing separately	\$0 - \$10,000 AGI

<b>Phaseout for deducting spousal IRA</b>	
	\$166,000 - \$176,000 AGI

<b>Phaseout of Roth contribution eligibility</b>	
Joint	\$166,000 - \$176,000 MAGI
Single HOH <sup>1</sup>	\$105,000 - \$120,000 MAGI
Filing separately	\$0 - \$10,000 MAGI
No Roth conversion if \$100,000+ MAGI	

<b>SEP contribution</b>	
	Up to 25% of compensation, limit \$49,000

<b>Compensation to participate in SEP</b>	\$550
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<b>SIMPLE elective deferral</b>	
Under age 50	\$11,500
Age 50 and over	\$14,000

<b>401(k), 403(b)<sup>2</sup>, 457 and SARSEP elective deferral under age 50</b>	
	\$16,500

<b>401(k), 403(b)<sup>2</sup>, 457<sup>3</sup> and SARSEP elective deferral age 50 and over</b>	
	\$22,000

<b>Annual defined contribution limit</b>	\$49,000
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<b>Annual defined benefit limit</b>	\$195,000
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<b>Highly compensated employee makes</b>	\$110,000
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<b>Key employees in top heavy plan makes</b>	\$160,000
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<b>Annual compensation taken into account for qualified plans</b>	\$245,000
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## Retirement Tax Credit

A percentage tax credit for an IRA, 401(k), 403(b) or 457 plan contribution, in addition to deduction or exclusion, if

Married, joint	Below \$55,500 MAGI
Head of household	Below \$41,625 MAGI
Single; Married, separate	Below \$27,750 MAGI

## Gift and Estate Tax

<b>Gift tax annual exclusion</b>	\$13,000
<b>Highest estate and gift tax rate</b>	45%
<b>Estate tax exemption</b>	\$3,500,000
<b>Lifetime gift exemption</b>	\$1,000,000
<b>GST exemption</b>	\$3,500,000

<b>Annual exclusion for gifts to noncitizen spouse</b>	\$133,000
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## Education

<b>Coverdell Education Savings Account</b>	\$2,000
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<b>Coverdell contribution eligibility phaseout</b>	
Single	\$95,000 - \$110,000
Married, filing jointly	\$190,000 - \$220,000

<b>Student loan interest deduction limit</b>	
	\$2,500

Interest deduction is phased out	
Single	\$60,000 - \$75,000 MAGI
Married, filing jointly	\$120,000 - \$150,000 MAGI

<b>Phaseout of Hope and Lifetime Learning Credits</b>	
Single, head of household	\$50,000 - \$60,000
Married, filing jointly	\$100,000 - \$120,000

<b>Tax-free savings bonds interest phased out</b>	
Single	\$69,950 - \$84,950 MAGI
Married, filing jointly	\$104,900 - \$134,900 MAGI

## Social Security

<b>Maximum earnings (during work years) subject to FICA tax</b>	\$106,800
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**Income<sup>4</sup> (in retirement) causing Social Security benefits to be taxable**

<b>Married, filing jointly</b>	
50% taxable	\$32,000 MAGI
85% taxable	\$44,000 MAGI

<b>Single</b>	
50% taxable	\$25,000 MAGI
85% taxable	\$34,000 MAGI



Integrity Life Insurance Company



National Integrity Life Insurance Company



W&S Financial Group Distributors

- Head of Household
- Special increased limit may apply to certain 403(b) contributors with 15 or more years of services.
- In last 3 years prior to year of retirement, 457 plan participant may be able to double elective deferral if needed to catch-up on prior missed contributions, but if they do, they cannot use catch-up.
- Income is most income including muni bond interest but only 1/2 of Social Security.

Loss of Social Security retirement benefits: In years prior to full retirement age, \$1 in benefits will be lost for every \$2 of earnings in excess of \$14,160. In the year of full retirement age, \$1 in benefits will be lost for every \$3 of earnings in excess of \$37,680 (applies only to months of earnings prior to full retirement age). There is no limit on earnings beginning the month an individual attains full retirement age.

## Uniform Lifetime Table

Use to calculate Minimum Required Distributions from IRAs and qualified plans during owner's life. Do not use this table if owner has spousal beneficiary more than 10 years younger. Instead use Joint Life Table from IRS Pub. 590.

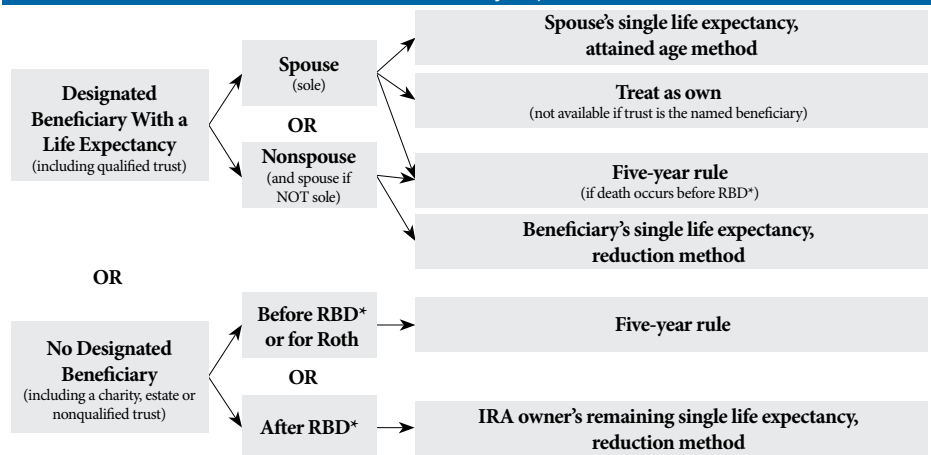
Taxpayer's Age	Life Expectancy	Taxpayer's Age	Life Expectancy
10	86.2	63	33.9
11	85.2	64	33.0
12	84.2	65	32.0
13	83.2	66	31.1
14	82.2	67	30.2
15	81.2	68	29.2
16	80.2	69	28.3
17	79.2	70	27.4
18	78.2	71	26.5
19	77.3	72	25.6
20	76.3	73	24.7
21	75.3	74	23.8
22	74.3	75	22.9
23	73.3	76	22.0
24	72.3	77	21.2
25	71.3	78	20.3
26	70.3	79	19.5
27	69.3	80	18.7
28	68.3	81	17.9
29	67.3	82	17.1
30	66.3	83	16.3
31	65.3	84	15.5
32	64.3	85	14.8
33	63.3	86	14.1
34	62.3	87	13.4
35	61.4	88	12.7
36	60.4	89	12.0
37	59.4	90	11.4
38	58.4	91	10.8
39	57.4	92	10.2
40	56.4	93	9.6
41	55.4	94	9.1
42	54.4	95	8.6
43	53.4	96	8.1
44	52.4	97	7.6
45	51.5	98	7.1
46	50.5	99	6.7
47	49.5	100	6.3
48	48.5	101	5.9
49	47.5	102	5.5
50	46.5	103	5.2
51	45.5	104	4.9
52	44.6	105	4.5
53	43.6	106	4.2
54	42.6	107	3.9
55	41.6	108	3.7
56	40.7	109	3.4
57	39.7	110	3.1
58	38.7	111	2.9
59	37.8	112	2.6
60	36.8	113	2.4
61	35.8	114	2.1
62	34.9	115+	1.9

## Single Life Table After IRA Owner's Death

Ordinary Life Annuities One Life — Expected Return Multiples

Age	Divisor	Age	Divisor	Age	Divisor	Age	Divisor
15	67.9	37	46.5	59	26.1	81	9.7
16	66.9	38	45.6	60	25.2	82	9.1
17	66.0	39	44.6	61	24.4	83	8.6
18	65.0	40	43.6	62	23.5	84	8.1
19	64.0	41	42.7	63	22.7	85	7.6
20	63.0	42	41.7	64	21.8	86	7.1
21	62.1	43	40.7	65	21.0	87	6.7
22	61.1	44	39.8	66	20.2	88	6.3
23	60.1	45	38.8	67	19.4	89	5.9
24	59.1	46	37.9	68	18.6	90	5.5
25	58.2	47	37.0	69	17.8	91	5.2
26	57.2	48	36.0	70	17.0	92	4.9
27	56.2	49	35.1	71	16.3	93	4.6
28	55.3	50	34.2	72	15.5	94	4.3
29	54.3	51	33.3	73	14.8	95	4.1
30	53.3	52	32.3	74	14.1	96	3.8
31	52.4	53	31.4	75	13.4	97	3.6
32	51.4	54	30.5	76	12.7	98	3.4
33	50.4	55	29.6	77	12.1	99	3.1
34	49.4	56	28.7	78	11.4	100	2.9
35	48.5	57	27.9	79	10.8	101	2.7
36	47.5	58	27.0	80	10.2		

## IRA Beneficiary Options



\* RBD defined as "Required Beginning Date," (April 1 following the year a Traditional IRA or Simple IRA holder reached age 70½).

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