

## 2014-2015 TAX SUMMARY

### Overview of 2014-2015 Federal Tax Rates and Inflation Adjusted Amounts

Area of Taxation	2014 Law	2015 Law
<b>Ordinary Income Tax Rates of Individuals</b>	10%, 15%, 25%, 28%, 33%, 35% and 39.6% on taxable income over \$406,750 for single filers and \$457,600 for married* filing jointly	10%, 15%, 25%, 28%, 33%, 35% and 39.6% on taxable income over \$413,200 for single filers and \$464,850 for married* filing jointly
<b>Ordinary Income Tax Rates of Estates and Trusts</b>	15%, 25%, 28%, 33% and 39.6% on taxable income in excess of \$12,150	15%, 25%, 28%, 33% and 39.6% on taxable income in excess of \$12,300
<b>Qualified Dividends and Long-Term Capital Gains</b>	<ul style="list-style-type: none"> <li>• 0%, 15% and 20%</li> <li>• Other special purpose rates (e.g., collectibles 28%)</li> </ul>	<ul style="list-style-type: none"> <li>• 0%, 15% and 20%</li> <li>• Other special purpose rates (e.g., collectibles 28%)</li> </ul>
<b>Itemized Deductions and Personal Exemptions</b>	<ul style="list-style-type: none"> <li>• Phase-out personal exemption (\$3,950) and up to 80% of itemized deductions for high-income taxpayers</li> <li>• Beginning of phase-out AGI \$254,200 for single filers and \$305,050 for married filing jointly</li> </ul>	<ul style="list-style-type: none"> <li>• Phase-out personal exemption (\$4,000) and up to 80% of itemized deductions for high-income taxpayers</li> <li>• Beginning of phase-out AGI \$258,250 for single filers and \$309,900 for married filing jointly</li> </ul>
<b>Standard Deduction</b>	\$6,200 for single filers and \$12,400 for married filing jointly	\$6,300 for single filers and \$12,600 for married filing jointly
<b>Alternative Minimum Tax Exemption Amount</b>	<ul style="list-style-type: none"> <li>• \$82,100 married filing jointly and surviving spouse</li> <li>• \$41,050 married filing separate</li> <li>• \$52,800 single filers and heads of households</li> <li>• Subject to phase-outs</li> </ul>	<ul style="list-style-type: none"> <li>• \$83,400 married filing jointly and surviving spouse</li> <li>• \$41,700 married filing separate</li> <li>• \$53,600 single filers and heads of households</li> <li>• Subject to phase-outs</li> </ul>
<b>Medicare Contribution/Net Investment Income Tax</b>	<ul style="list-style-type: none"> <li>• 3.8% Medicare contribution surtax on net investment income</li> <li>• Individual threshold amount MAGI \$200,000 for single filers, \$250,000 for married filing jointly</li> <li>• Estate and trust threshold amount AGI \$12,150</li> </ul>	<ul style="list-style-type: none"> <li>• 3.8% Medicare contribution surtax on net investment income</li> <li>• Individual threshold amount MAGI \$200,000 for single filers, \$250,000 for married filing jointly</li> <li>• Estate and trust threshold amount AGI \$12,300</li> </ul>



Area of Taxation	2014 Law	2015 Law
<b>Gift, Estate, Generation Skipping Transfer Highest Marginal Tax Rate</b>	40%	40%
<b>Gift Tax Annual Exclusion</b>	\$14,000	\$14,000
<b>Applicable Exclusion Amount/Exemption Gift, Estate, Generation Skipping Transfer Tax</b>	\$5,340,000 U.S. citizens or U.S. domiciled persons	\$5,430,000 U.S. citizens or U.S. domiciled persons

\* Following the Supreme Court's decision in *United States v. Windsor* and pursuant to Revenue Ruling 2013-17, for federal tax purposes "married" applies to valid same-sex marriages, regardless of the state in which the couple resides, but does not extend to civil unions.

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