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★ ★ ★ 2003

Your updated 2003 tax numbers from the “Jobs and Growth Tax Relief Reconciliation Act of 2003.”
 “Third largest tax cut in U.S. history” is signed into law on May 23, 2003. The numbers for 2002 apply to your 2002 returns, and the numbers for 2003 should be used in your 2003 tax planning.

	<u>2003</u>	<u>2002</u>
Standard Deductions		
Joint or Qualifying Widow(er)	\$ 9,500	\$ 7,850
Single	4,750	4,700
Head of Household	7,000	6,900
Married Filing Separately	4,750	3,925
Additional for Elderly/Blind - Married	950	900
Additional for Elderly/Blind - Unmarried	1,150	1,150
Taxpayer Claimed as Dependent	750	750
Personal/Dependent Exemption	\$ 3,050	\$ 3,000
Child Tax Credit	\$ 1,000	\$ 600
Unearned Income without Kiddie Tax	\$ 1,500	\$ 1,500
Beginning of 15% Bracket		
	<u>15%</u>	<u>15%</u>
Joint or Qualifying Widow(er)	\$ 14,000	\$ 12,000
Single	7,000	6,000
Head of Household	10,000	10,000
Married Filing Separately	7,000	6,000
Estates and Nongrantor Trusts	0	0
Beginning of 25% - 27% Brackets		
	<u>25%</u>	<u>27%</u>
Joint or Qualifying Widow(er)	\$ 56,800	\$ 46,700
Single	28,400	27,950
Head of Household	38,050	37,450
Married Filing Separately	28,400	23,350
Estates and Nongrantor Trusts	1,900	1,850
Beginning of 28% - 30% Brackets		
	<u>28%</u>	<u>30%</u>
Joint or Qualifying Widow(er)	\$ 114,650	\$ 112,850
Single	68,800	67,700
Head of Household	98,250	96,700
Married Filing Separately	57,325	56,425
Estates and Nongrantor Trusts	4,500	4,400
Beginning of 33% - 35% Brackets		
	<u>33%</u>	<u>35%</u>
Joint or Qualifying Widow(er)	\$ 174,700	\$ 171,950
Single	143,500	141,250
Head of Household	159,100	156,600
Married Filing Separately	87,350	85,975
Estates and Nongrantor Trusts	6,850	6,750
Beginning of 35% - 38.6% Brackets		
	<u>35%</u>	<u>38.6%</u>
Joint, Single, Head of Household	\$ 311,950	\$ 307,050
Married Filing Separately	155,975	153,525
Estates and Nongrantor Trusts	9,350	9,200

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	<u>2003</u>	<u>2002</u>
Beginning/Ending of Personal Exemption		
Phase-out Range–Based on Adjusted Gross Income (AGI)		
Joint or Qualifying Widow(er)	\$ 209,250 / 331,750	\$ 206,000 / 328,500
Single	139,500 / 262,000	137,300 / 259,800
Head of Household	174,400 / 296,900	171,650 / 294,150
Married Filing Separately	104,625 / 165,875	103,000 / 164,250
Beginning of Itemized Deduction		
Phase-out Range–Based on AGI		
Joint, Single, Head of Household	\$ 139,500	\$ 137,300
Married Filing Separately	69,750	68,650
Alternative Minimum Tax (AMT) Exemption		
Joint or Surviving Spouse	\$ 58,000	\$ 49,000
Single or Head of Household	40,250	35,750
Married Filing Separately	29,000	24,500
Gift and Estate Tax		
Unified Credit Equivalent	\$ 1,000,000	\$ 1,000,000
Gift Tax Annual Exclusion	11,000	11,000
FICA / SE Tax Max Earnings	\$ 87,000	\$ 84,900
Auto Standard Mileage Allowance		
Business	\$.36	\$.365
Charity Work1414
Medical / Moving1213
Luxury (Non-Electric) Auto Depreciation Limits		
First Year: Regular	\$ 3,060	\$ 3,060
With Bonus Depreciation	7,660 / 10,710	7,660
Second Year	4,900	4,900
Third Year	2,950	2,950
Fourth Year and Thereafter	1,775	1,775
Qualified Transportation Fringe		
Vehicle / Transit Pass Limit	\$ 100	\$ 100
Qualified Parking Limit	190	185
Max 401(k) and 403(b) Deferral	\$12,000 / 14,000	\$11,000 / 12,000
Self-Employed Health Insurance Deduction	100%	70%
Section 179 Deduction	\$ 100,000	\$ 24,000
Earnings Ceiling for Social Security	\$ 11,520	\$ 11,280
Estimated Tax Payments (AGI > \$150,000)	110%	112%

