

CASE 4
Retired Middle-Income Married Couple, Over 65

Filing Status: MFJ
Dependents: None

	Current	SITP	GITP
Income:			
Wages	-	-	-
Interest Income	\$ 16,910	\$ 16,910	\$ 16,910
Short-term Capital Gains/Losses	(3,000)	(3,000)	(3,000)
IRA Distributions	34,500	34,500	34,500
Pensions and Annuities	66,890	66,890	66,890
Social Security Taxable Income	<u>28,240</u>	<u>28,240</u>	<u>28,240</u>
Gross Income	<u>\$143,540</u>	<u>\$ 143,540</u>	<u>\$143,540</u>
Adjusted Gross Income	<u>\$143,540</u>	<u>\$ 143,540</u>	<u>\$143,540</u>
Deductions:			
Standard Deduction	(12,300)	-	-
Itemized Deductions:			
State and Local Tax	(2,800)	-	-
Property Taxes	(3,930)	-	-
Charity	<u>(2,670)</u>	<u>(1,235)</u>	<u>(1,235)</u>
Total Deductions	\$ (12,300)	\$ (1,235)	\$ (1,235)
Exemptions	(6,600)	-	-
Total Deductions and Exemptions	<u>\$ (18,900)</u>	<u>\$ (1,235)</u>	<u>\$ (1,235)</u>
Taxable Income	\$124,640	\$ 142,305	\$ 142,305
Initial Income Tax	24,303	27,776	25,885
Additional AMT	-	-	-
Family Credit	-	<u>(3,300)</u>	<u>(3,300)</u>
Total Tax	<u>\$ 24,303</u>	<u>\$ 24,476</u>	<u>\$ 22,585</u>