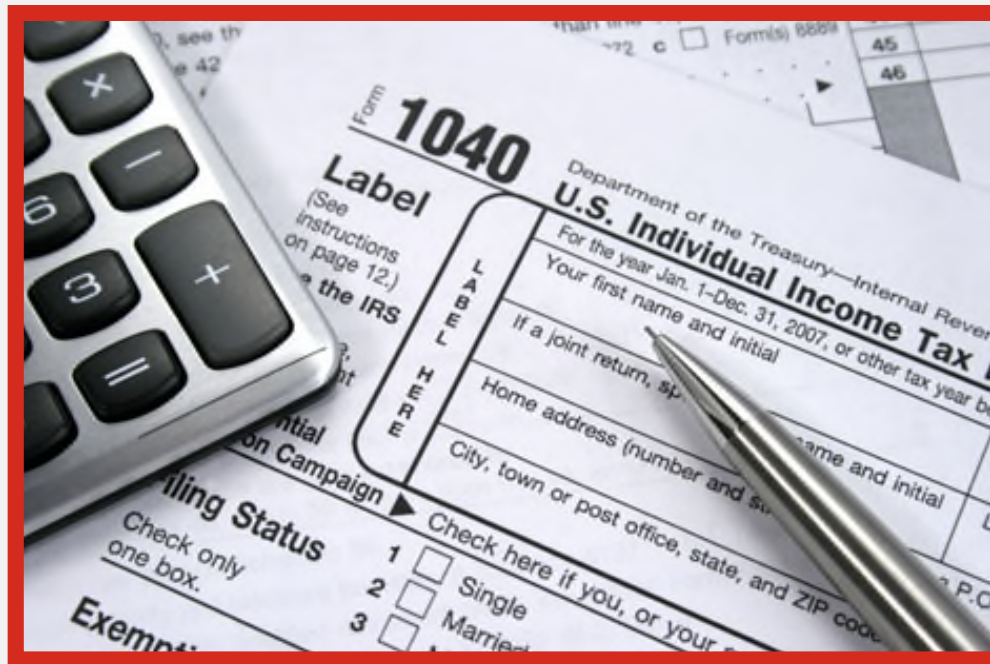


TAXES

# Social Security & Taxes



# How Much is Taxable?

What IRS Counts as “Provisional Income”:

- ✓ Wages
- ✓ Interest
- ✓ Dividends
- ✓ Pensions
- ✓ Self-employment & other taxable income
- ✓ Half of your Social Security benefit

TAXES

# Single Filers

Provisional Income	Social Security Benefit Subject to Tax
Less than \$25,000	None
\$25,000 - \$34,000	Up to 50%
More than \$34,000	Up to 85%

TAXES

# Married, Filing Jointly

Provisional Income	Social Security Benefit Subject to Tax
Less than \$32,000	None
\$32,000 - \$44,000	Up to 50% of benefit taxable
More than \$44,000	Up to 85% of benefit taxable

TAXES

# Provisional Income: Frank & Ida

50% of Frank's Social Security income	\$10,800
50% of Ida's Social Security income	\$5,400
Frank's pension	\$22,000
Ida's interest income	\$1,000
<b>Provisional income</b>	<b>\$39,200</b>

# Frank & Ida

Frank & Ida's Provisional Income = \$39,200

Provisional Income	Social Security Benefit Subject to Tax
Less than \$32,000	None
<b>\$32,000 - \$44,000</b>	<b>Up to 50% of benefit taxable</b>
More than \$44,000	Up to 85% of benefit taxable