

## TaxEase 2017 California Update

Individual Filing Requirements							
Filing Status	Age as of December 31, 2017*	California Gross Income			California Adjusted Gross Income		
		Dependents			Dependents		
		0	1	2 or more	0	1	2 or more
Single or head of household	Under 65	\$17,029	\$28,796	\$37,621	\$13,623	\$25,390	\$34,215
	65 or older	\$22,729	\$31,554	\$38,614	\$19,323	\$28,148	\$35,208
Married filing joint, RDP, or separate	Under 65 (both spouses/RDPs)	\$34,060	\$45,827	\$54,652	\$27,249	\$39,016	\$47,841
	65 or older (one spouse)	\$39,760	\$48,585	\$55,645	\$32,949	\$41,774	\$48,834
	65 or older (both spouses/RDPs)	\$45,460	\$54,285	\$61,345	\$38,649	\$47,474	\$54,534
Surviving spouse	Under 65		\$28,796	\$37,621		\$25,390	\$34,215
	65 or older		\$31,554	\$38,614		\$28,148	\$35,208
Dependent of another person — Any filing status	Under 65 65 or older	More than your standard deduction More than your standard deduction					

\*If you turn 65 on January 1, 2018, you are considered to be age 65 at the end of 2017.

### Standard deduction

Filing Status	Deduction Amount
Single or married/RDP filing separately	\$4,236
Married/RDP filing jointly, Head of Household, or Qualifying Widow(er)	\$8,472
The standard deduction for dependents	The greater of earned income \$1,050 (Not to exceed the standard deduction for the taxpayers' filing status.)

### Exemption Credits 2017

Filing Status/Qualification	Exemption amount
Married/Registered Domestic Partner (RDP) filing jointly or Qualifying Widow(er)	\$228
Single, married/RDP filing separately, or Head of Household	\$114
Dependent	\$353
Additional Blind Exemption	\$114
Additional Age 65 or older Exemption	\$114

For Federal tax purposes, exemptions are a subtraction from AGI used to calculate taxable income. For California purposes, the tax is calculated first and then personal and dependency exemption credits reduce the total California tax.

### Phaseout of exemption credits 2017

Higher-income taxpayers' exemption credits are reduced as follows:

<b>Filing Status</b>	<b>Reduce each Credit by:</b>	<b>For Each</b>	<b>Federal AGI exceeds</b>
Single	\$6	\$2,500	\$187,203
Married/RDP filing separately	\$6	\$1,250	\$187,203
Head of household	\$6	\$2,500	\$280,808
Married/RDP filing jointly	\$12	\$2,500	\$374,411
Qualifying widow(er)	\$12	\$2,500	\$374,411

When applying the phaseout amount, apply the \$6/\$12 amount to each exemption credit, but do not reduce the credit below zero. If a personal exemption credit is less than the phaseout amount, do not apply the excess against a dependent exemption credit. The Mental Health Services Tax Rate is 1% for income in excess of \$1,000,000

### **Credits**

Qualified Senior Head of Household Credit is 2% of California taxable income, with a maximum California AGI of \$73,226, and a maximum credit of \$1,380

Joint Custody Head of Household Credit and Dependent Parent Credit are each 30% of net tax, with a maximum credit of \$451.

### **Nonrefundable Renter's Credit**

The nonrefundable credit for renters is available for:

Single and married/RDP filing separate with a California AGI of \$40,078 or less is \$60

Married/RDP filing joint, head of household and surviving spouse with a California AGI of \$80,156 is \$120.

The maximum individual tax rate adjusted for inflation is 12.3%. The AMT rate for individuals is 7%.

## 2017 California Tax Rate Schedules

### Schedule 1 — Single or Married/RDP Filing Separate

If the taxable income is...

	Over	But not over		Tax is...	Of amount over...	
	\$0	\$8,223	\$0	plus	1.00%	\$0
	\$8,223	\$19,495	\$82.23	plus	2.00%	\$8,223
	\$19,495	\$30,769	\$307.67	plus	4.00%	\$19,495
	\$30,769	\$42,711	\$758.63	plus	6.00%	\$30,769
	\$42,711	\$53,980	\$1,475.15	plus	8.00%	\$42,711
	\$53,980	\$275,738	\$2,376.67	plus	9.30%	\$53,980
	\$275,738	\$330,884	\$23,000.16	plus	10.30%	\$275,738
	\$330,884	\$551,473	\$28,680.20	plus	11.30%	\$330,884
	\$551,473	and over	\$53,606.76	plus	12.30%	\$551,473

### Schedule 2 — Married Filing Joint or Qualifying Widow(er) with Dependent Child

If the taxable income is...

Over		But not over		Tax is...		Of amount over...
\$0	\$16,446	\$0		plus	1.00%	\$0
\$16,446	\$38,990	\$164.46		plus	2.00%	\$16,446
\$38,990	\$61,538	\$615.34		plus	4.00%	\$38,990
\$61,538	\$85,422	\$1,517.26		plus	6.00%	\$61,538
\$85,422	\$107,960	\$2,950.30		plus	8.00%	\$85,422
\$107,960	\$551,476	\$4,753.34		plus	9.30%	\$107,960
\$551,476	\$661,768	\$46,000.33		plus	10.30%	\$551,476
\$661,768	\$1,102,946	\$57,360.41		plus	11.30%	\$661,768
\$1,102,946	and over	\$107,213.52		plus	12.30%	\$1,102,946

**Schedule 3 — Head of Household**

If the taxable income is...

Over	But not over	Tax is...	Of amount over...
\$0	\$16,457	\$0	\$0
16,457	38,991	164.57	16,457
38,991	50,264	615.25	38,991
50,264	62,206	1,066.17	50,264
62,206	73,477	1,782.69	62,206
73,477	375,002	2,684.37	73,477
375,002	450,003	30,726.20	375,002
450,003	750,003	38,451.30	450,003
750,003	and over	72,351.30	750,003