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Due to the late-year changes made to the tax laws for 2011, we are just now able to inform you of the tax numbers for the upcoming year. On December 17, 2010 President Obama signed the Tax Relief, Unemployment Insurance Reauthorization, and Job Creation Act of 2010 into law. The major components of this legislation are a two year deferral through 2012 of sunset provisions in previous tax laws, significant estate tax relief, and extension through 2011 of certain tax breaks for individuals and businesses. Also included are new economic stimulus measures regarding reduced social security tax on wages, self-employment tax, and bonus depreciation for businesses.

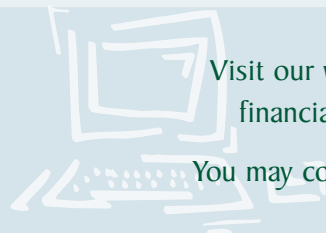
Below you will find a summary Tax Number Table, comparing years 2011 to 2010 for many key rates and deductions useful for your tax planning. As always, we welcome you to contact us regarding any questions you may have regarding the filing of your 2010 return, and planning for 2011.

2011 AND 2010 TAX NUMBERS FOR INDIVIDUALS

	2011	2010		2011	2010
Standard Deductions			Capital Gain/Dividend Tax Rate		
Joint or Qualifying Widow(er)(MFJ)	11,600	11,400	Short Term Capital Gains-		
Single	5,800	5,700	Less Than One Year	Ordinary Income Tax	Ordinary Income Tax
Head of Household (HOH)	8,500	8,400	Long Term Capital Gains -		
Married Filing Separately (MFS)	5,800	5,700	More Than One Year	0-15%	0-15%
Add'l for Elderly/Blind, Married	1,150	1,100	Non Qualified Dividends	Ordinary Income Tax	Ordinary Income Tax
Add'l for Elderly/Blind, Unmarried	1,450	1,400	Qualified Dividend	0-15%	0-15%
Taxpayer Claimed as a Dependent	950	950	Beginning/Ending of Personal Exemption- Phase Out		
Personal/Dependent Exemption	3,700	3,650		N/A	N/A
Unearned Income without Kiddie Tax	1,900	1,900	Beginning/Ending of Itemized Deduction - Phase Out		
Single				N/A	N/A
10% Tax Bracket	0-8,500	0-8,375	Gift and Estate Tax		
15% Tax Bracket	8,501-34,500	8,376-34,000	Estate Tax Rate	35%	N/A
25% Tax Bracket	34,501-83,600	34,001-82,400	Applicable Exclusion Amount (Estate Tax)	5,000,000	N/A
28% Tax Bracket	83,601-174,400	82,401-171,850	Gift Tax Annual Exclusion	13,000	13,000
33% Tax Bracket	174,401- 379,150	171,851-373,650	FICA/SE Tax Max Earnings	106,800	106,800
35% Tax Bracket	Over 379,150	Over 373,650	Medicare/SE Tax Max Earnings	Unlimited	Unlimited
Married Filing Jointly and Surviving Spouses			FICA Tax Rate-Employee	4.20%	6.20%
10% Tax Bracket	0-17,000	0-16,750	FICA Tax Rate-Employer	6.20%	6.20%
15% Tax Bracket	17,001-69,000	16,751-68,000	Medicare Tax Rate-Employee & Employer	1.45%	1.45%
25% Tax Bracket	69,001-139,350	68,001-137,300	Earnings Ceiling for Social Security		
28% Tax Bracket	139,351-212,300	137,301-209,250	Below Full Retirement Age	14,160	14,160
33% Tax Bracket	212,301-379,150	209,251-373,650	Year Full Retirement Age Reached	37,680	37,680
35% Tax Bracket	Over 379,150	Over 373,650	Full Retirement Age	Unlimited	Unlimited
Head of Household			Defined Contribution Plan		
10% Tax Bracket	0-12,150	0-11,1950	Annual Contribution Limit	49,000	49,000
15% Tax Bracket	12,151-46,250	11,950-45,550	401 (k), 403 (b), and SARSEPs		
25% Tax Bracket	46,251-119,400	45,551-117,650	Annual Deferral Limit	16,500	16,500
28% Tax Bracket	119,401-193,350	117,651-,190,550	Catch-Up Contribution	5,500	5,500
33% Tax Bracket	193,351-379,150	190,551-373,650	457 Plan		
35% Tax Bracket	Over 379,150	Over 379,650	Annual Deferral Limit	16,500	16,500
Married Filing Separately			Catch-Up Contribution	5,500	5,500
10% Tax Bracket	0-8,500	0-8,375	SIMPLE Plan		
15% Tax Bracket	8,501-34,500	8,376-34,000	Annual Deferral Limit	11,500	11,500
25% Tax Bracket	34,501-,69,675	34,001-68,650	Catch-Up Contribution	2,500	2,500
28% Tax Bracket	69,676-106,150	68,651-104,625	IRA		
33% Tax Bracket	106,151-189,575	104,626-186,825	Annual Deferral Limit	5,000	5,000
35% Tax Bracket	Over 189,575	Over 186,825	Catch-Up Contribution	1,000	1,000

2011 AND 2010 TAX NUMBERS FOR INDIVIDUALS continued...

	2011	2010
Traditional IRA Deduction Phaseout (AGI)		
Unmarried - Active Participant	56,000-66,000	56,000-66,000
Married Filing Single - any Spouse Participates	0-10,000	0-10,000
Married Filing Joint - Nonparticipating Spouse	167,000-177,000	167,000-177,000
Married Filing Joint - Participating Spouse	89,000-109,000	89,000-109,000
Health Savings Accounts (HSAs)		
Plan Minimum Deductible		
Self-Coverage	1,200	1,200
Plan Family Coverage	2,400	2,400
Contribution (Deduction) Maximum		
Self-Coverage	3,050	3,050
Family Coverage	6,150	6,150
Add'l Age 55+ Contribution	1,000	1,000
Plan Out-of-Pocket Limit		
Self-Coverage	5,950	5,950
Family Coverage	11,900	11,900
Roth IRA Contribution Eligibility Modified AGI		
Joint Return	169,000-179,000	167,000/177,000
Single, Head of Household	107,000-122,000	105,000/120,000
Married Filing Single	0-10,000	0-10,000
Auto Standard Mileage Allowances		
Business	0.51	0.50
Charity Work	0.14	0.14
Medical/Moving	0.19	0.165
Section 179 Deduction		
Maximum Deduction	500,000	250,000
Qualifying Property		
Phaseout Threshold	2,000,000	800,000
SUV Deduction Limit-		
Gross Weight of 6,000 lbs	25,000	25,000
Bonus Depreciation	100%	50%
Luxury (Nonelectric) Depreciation Limits		
Autos		
First Year	3,160	3,060
With Bonus Depreciation	8,000	8,000
Light Trucks and Vans		
First Year	3,160	3,160
With Bonus Depreciation	8,000	8,000



Visit our website at www.grebeassoc.com for additional information on business, tax, financial planning and other helpful issues, including a library of previous newsletters.

You may contact us via phone at: (630) 653-3510 or email at: jtgrebe@grebeassoc.com