

Rates, Due Dates & IRS Limits

Prime rate and CPI-U

Prime rate: 3.25% (effective Dec. 16, 2008)

March 2011 CPI-U¹ 2.7%.

1. Covers all goods/services purchased by urban consumers.

2. Goods costing \$1,000 in Mar. 2010 cost \$1,027 in Mar. 2011.

April 2011 CPI-U Available May 13, 2011

For the latest CPI-U and general information 202-691-6994

For other CPI indices and more details 202-691-7000

200% GDS nonfarm MACRS property rates

	<u>5-year property*</u>	<u>7-year property**</u>
Year 1	20.00%	14.29%
Year 2	32.00	24.49
Year 3	19.20	17.49
Year 4	11.52	12.49
Year 5	11.52	8.93
Year 6	5.76	8.92
Year 7		8.93
Year 8		4.46

* Autos, trucks, computers/peripherals, typewriters, calculators, etc.

** Furniture and fixtures, desks, files, etc.

IRS depreciation. limits for vehicles placed in service after Sep. 8, 2010 and before Jan. 1, 2012.

	<u>Autos (cars)</u>		<u>Light SUVs, pickups/vans*</u>	
	<u>With bonus depreciation</u>	<u>No bonus or used</u>	<u>With bonus depreciation</u>	<u>No bonus or used</u>
1 st year	\$11,060	\$3,060	\$11,260	\$3,260
2 nd year	<i>Consult</i>	4,900	<i>Consult</i>	5,200
3 rd year	<i>your tax</i>	2,950	<i>your tax</i>	3,150
4 th yr and after	<i>advisor</i>	1,775	<i>advisor</i>	1,875

* 6,000 lbs. or less, built on truck chassis, and not specially modified.

Latest changes in federal per diems within the U.S.

www.irs.gov/publications/p1542/ar01.html#d0e22

Latest changes in per diems outside the U.S.

aoprals.state.gov/content.asp?content_id=184&menu_id=78

Payroll rates and bases

	<u>2010</u>	<u>2011</u>
Soc. Sec. and Medicare rates	6.20%/1.45%	4.20%/1.45%
Social Security wage limit	\$106,800	\$106,800
Medicare wage limit	Unlimited	Unlimited
FUTA-taxable wage base	\$7,000	\$7,000
FUTA rate	6.2%	6.2%
FUTA maximum credit	5.4%	5.4%
Minimum FUTA deposit rate	0.8%	0.8%

Standard mileage rates

	<u>2010</u>	<u>2011</u>
Business*	50¢/mile	51¢/mile
Relocation	16.5¢/mile	19¢/mile
Medical	16.5¢/mile	19¢/mile
Charitable rate	14¢/mile	14¢/mile

* Can be used only if taxpayer owns/leases a passenger auto, van, pickup, or panel truck not for hire (e.g., as a taxi) that was not depreciated under ACRS, MACRS or Sec. 179 in earlier years.

Qualified retirement plan limits

	<u>2010-2011</u>
Pretax contributions for 401(k) and SEP plans and 403(b) annuities	\$ 16,500
Workers aged 50 or over (catch-up)	\$ 5,500
Sec. 415(b)(1)(A) defined benefit plan annual benefit ceiling	\$195,000
Combined employer/employee pay-in limits for all defined contrib. plans	\$ 49,000
Annual compensation limit under Sec. 401(a)(17) and Sec. 404(1)	\$245,000
Sec. 408(k)(3)(C) IRA, SEP or SIMPLE plan limits	\$245,000
SIMPLE pretax contribution limit	\$ 11,500
Workers aged 50 or over (catch-up)	\$ 2,500

Key phone numbers

✓ IRS forms and publications	800-829-3676
✓ Retiree benefit status check	800-772-1213

Applicable Federal Rates (AFR) for April 2011

Under IRC §1274, if your firm extends a loan due more than 6 months after a customer purchased or exchanged an item and there is no stated interest rate, the IRS imputes one. The IRS-imputed interest rates for April are as follows:

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
<u>Short-term: 3 years or less</u>	0.55%	0.55%	0.55%	0.55%
<u>Mid-term: Over 3 but not more than 9 years</u>	2.49%	2.47%	2.46%	2.46%
<u>Long-term: Over 9 years</u>	4.25%	4.21%	4.19%	4.17%

Tax Calendar

<u>Due date</u>	<u>Day of week</u>	<u>Deposit FICA and FITW for wages paid for the period from</u>	<u>Due date</u>	<u>Day of week</u>	<u>Deposit FICA and FITW for wages paid for the period from</u>
May 16	Mon.	Monthly due date for April liabilities	June 2	Thur.	May 25-27 Fri.
May 18	Wed	May 11-13 Fri.	June 3	Fri.	May 28-31 Tues.
May 20	Fri.	May 14-17 Tues.	June 8	Wed.	June 1- 3 Fri.
May 25	Wed.	May 18-20 Fri.	June 10	Fri.	Form 4070 due from tipped employees
May 27	Fri.	May 21-24 Tues.	June 10	Fri.	June 4-7 Tues.
May 30	Mon.	Memorial Day—bank Holiday.			

• For 2011: No penalty if deposit delayed to next business day due to state holiday. For 2012, applies only to legal federal holiday.