

2001 Workbook

TAX RATES AND USEFUL TABLES

Tax Rates for 2000	687	Depreciation Limits for Automobiles (other than Electric Automobiles)	695
Inflation Adjusted Items and Other Useful Information	689	Other Rates for Vehicles	695
Interest Rates for Noncorporate Overpayments and Underpayments of Tax 1987 – 2000	690	Inclusion Amounts for Automobiles (other than Electric Automobiles) with Lease Term Beginning in Calendar Year 2001	696
Applicable Federal Rates for November 2000 through October 2001	691		
Farm Credit Bank Interest Rates for Valuing Farmland Under Special Use Valuation Rules of I.R.C. §2032a	694		

Please Note. Corrections for all chapters and the *What's New Supplement* are available at taxworkbook.com (User Name: class2001 Password: class2001)

TAX RATES FOR 2000

Practitioner Note. The following tables show the tax brackets from Rev. Proc. 2001-13, with the rates adjusted to reflect the reductions of Public Law 107-16. There is no 10% bracket for 2001—the benefit of a 10% bracket is provided to eligible taxpayers through the advance payments in 2001 or a rate reduction credit on the 2001 return.

TABLE 1—SECTION 1(a).—MARRIED INDIVIDUALS FILING JOINT RETURNS AND SURVIVING SPOUSES

If Taxable Income Is:	The Tax Is:
Not Over \$45,200	15% of the taxable income
Over \$45,200 but not over \$109,250	\$6,780.00 plus 27.5% of the excess over \$45,200
Over \$109,250 but not over \$166,500	\$24,393.75 plus 30.5% of the excess over \$109,250
Over \$166,500 but not over \$297,350	\$41,855.00 plus 35.5% of the excess over \$166,500
Over \$297,350	\$88,306.75 plus 39.1% of the excess over \$297,350

2001 Workbook

TABLE 2 — SECTION 1(b).—HEADS OF HOUSEHOLDS

If Taxable Income Is:	The Tax Is:
Not Over \$36,250	15% of the taxable income
Over \$36,250 but not over \$93,650	\$5,437.50 plus 27.5% of the excess over \$36,250
Over \$93,650 but not over \$151,650	\$21,222.50 plus 30.5% of the excess over \$93,650
Over \$151,650 but not over \$297,350	\$38,912.50 plus 35.5% of the excess over \$151,650
Over \$297,350	\$90,636.00 plus 39.1% of the excess over \$297,350

TABLE 3—SECTION 1(c).— SINGLE INDIVIDUALS (OTHER THAN SURVIVING SPOUSES AND HEADS OF HOUSEHOLDS)

If Taxable Income Is:	The Tax Is:
Not Over \$27,050	15% of the taxable income
Over \$27,050 but not over \$65,550	\$4,057.50 plus 27.5% of the excess over \$27,050
Over \$65,550 but not over \$136,750	\$14,645.00 plus 30.5% of the excess over \$65,550
Over \$136,750 but not over \$297,350	\$36,361.00 plus 35.5% of the excess over \$136,750
Over \$297,350	\$93,374.00 plus 39.1% of the excess over \$297,350

TABLE 4 — SECTION 1(d).—MARRIED INDIVIDUALS FILING SEPARATE RETURNS

If Taxable Income Is:	The Tax Is:
Not Over \$22,600	15% of the taxable income
Over \$22,600 but not over \$54,625	\$3,390.00 plus 27.5% of the excess over \$22,600
Over \$54,625 but not over \$83,250	\$12,196.88 plus 30.5% of the excess over \$54,625
Over \$83,250 but not over \$148,675	\$20,927.50 plus 35.5% of the excess over \$83,250
Over \$148,675	\$44,153.38 plus 39.1% of the excess over \$148,675

TABLE 5—SECTION 1(e).—ESTATES AND TRUSTS

If Taxable Income Is:	The Tax Is:
Not Over \$1,800	15% of the taxable income
Over \$1,800 but not over \$4,250	\$270.00 plus 27.5% of the excess over \$1,800
Over \$4,250 but not over \$6,500	\$943.75 plus 30.5% of the excess over \$4,250
Over \$6,500 but not over \$8,900	\$1,630.00 plus 35.5% of the excess over \$6,500
Over \$8,900	\$2,482.00 plus 39.1% of the excess over \$8,900

[Rev. Proc. 2001-13, 2001-3 IRB]

2001 Workbook

INFLATION ADJUSTED ITEMS AND OTHER USEFUL INFORMATION

	2000	2001
Standard Deductions		
Joint or Qualifying Widow(er)	\$ 7,350	\$ 7,600
Single	4,400	4,550
Head of Household	6,450	6,650
Married Filing Separately	3,675	3,800
Additional for Elderly/Blind—Married	850	900
Additional for Elderly/Blind—Unmarried	1,100	1,100
Taxpayer Claimed as Dependent	700	750
Personal and Dependent Exemption Deduction	\$ 2,800	\$ 2,900
Unearned Income Without Kiddie Tax	\$ 1,400	\$ 1,500
Beginning/Ending of Personal Exemption Phaseout Range—Based on AGI		
Joint or Qualifying Widow(er)	\$193,400/315,900	\$199,450/321,950
Single	128,950/251,450	132,950/255,450
Head of Household	161,150/283,650	166,200/288,700
Married Filing Separately	96,700/157,950	99,725/160,975
Beginning of Itemized Deduction Phaseout Range—Based on AGI		
Joint, Single, Head of Household	\$ 128,950	\$ 132,950
Married Filing Separately	64,475	66,475
FICA/SE Tax Information		
OASDI Tax Maximum Earnings	\$ 76,200	80,400
FICA (OASDI and HI) Tax Rate (Employee)	7.65%	7.65%
SE Tax Rate	15.30%	15.30%
Maximum Deductible 401(k) and 403(b) Employee Contribution	\$ 10,500	\$ 10,500
Self-Employed Health Insurance Deduction	60%	60%
Estimated Tax Payments (AGI > \$150,000)		
Prior Year Tax % or	108.6%	110%
Current Year Tax %	90%	90%
Earnings Ceiling for Social Security		
Below Age 65	\$ 10,080	\$ 10,680
Age 65-69	Unlimited	Unlimited
Age 70 and Above	Unlimited	Unlimited
Earnings Required to Earn One Quarter of Social Security Coverage	\$ 780	\$ 830
Gift and Estate Tax Applicable Exclusion Amount	\$ 675,000	\$ 675,000
Section 179 Deduction	\$ 20,000	\$ 24,000

2001 Workbook

INTEREST RATES FOR NONCORPORATE OVERPAYMENTS AND UNDERPAYMENTS OF TAX 1987 - 2000

Noncorporate Overpayments and Underpayments

	Overpayments (Rate Table PG 1995-1 C.B.)	Underpayments (Rate Table PG 1995-1 C.B.)
Jan. 1, 1987-Mar. 31, 1987	8%	9%
Apr. 1, 1987-Jun. 30, 1987	8%	9%
Jul. 1, 1987-Sep. 30, 1987	8%	9%
Oct. 1, 1987-Dec. 31, 1987	9%	10%
Jan. 1, 1988-Mar. 31, 1988	10%	11%
Apr. 1, 1988-Jun. 30, 1988	9%	10%
Jul. 1, 1988-Sep. 30, 1988	9%	10%
Oct. 1, 1988-Dec. 31, 1988	10%	11%
Jan. 1, 1989-Mar. 31, 1989	10%	11%
Apr. 1, 1989-Jun. 30, 1989	11%	12%
Jul. 1, 1989-Sep. 30, 1989	11%	12%
Oct. 1, 1989-Dec. 31, 1989	10%	11%
Jan. 1, 1990-Mar. 31, 1990	10%	11%
Apr. 1, 1990-Jun. 30, 1990	10%	11%
Jul. 1, 1990-Sep. 30, 1990	10%	11%
Oct. 1, 1990-Dec. 31, 1990	10%	11%
Jan. 1, 1991-Mar. 31, 1991	10%	11%
Apr. 1, 1991-Jun. 30, 1991	9%	10%
Jul. 1, 1991-Sep. 30, 1991	9%	10%
Oct. 1, 1991-Dec. 31, 1991	9%	10%
Jan. 1, 1992-Mar. 31, 1992	8%	9%
Apr. 1, 1992-Jun. 30, 1992	7%	8%
Jul. 1, 1992-Sep. 30, 1992	7%	8%
Oct. 1, 1992-Dec. 31, 1992	6%	7%
Jan. 1, 1993-Mar. 31, 1993	6%	7%
Apr. 1, 1993-Jun. 30, 1993	6%	7%
Jul. 1, 1993-Sep. 30, 1993	6%	7%
Oct. 1, 1993-Dec. 31, 1993	6%	7%
Jan. 1, 1994-Mar. 31, 1994	6%	7%
Apr. 1, 1994-Jun. 30, 1994	6%	7%
Jul. 1, 1994-Sep. 30, 1994	7%	8%
Oct. 1, 1994-Dec. 31, 1994	8%	9%
Jan. 1, 1995-Mar. 31, 1995	8%	9%
Apr. 1, 1995-Jun. 30, 1995	9%	10%
Jul. 1, 1995-Sep. 30, 1995	8%	9%
Oct. 1, 1995-Dec. 31, 1995	8%	9%
Jan. 1, 1996-Mar. 31, 1996	8%	9%
Apr. 1, 1996-Jun. 30, 1996	7%	8%
Jul. 1, 1996-Sep. 30, 1996	8%	9%
Oct. 1, 1996-Dec. 31, 1996	8%	9%
Jan. 1, 1997-Mar. 31, 1997	8%	9%
Apr. 1, 1997-Jun. 30, 1997	8%	9%
Jul. 1, 1997-Sep. 30, 1997	8%	9%
Oct. 1, 1997-Dec. 31, 1997	8%	9%

2001 Workbook

Noncorporate Overpayments and Underpayments

	Overpayments (Rate Table PG 1995-1 C.B.)	Underpayments (Rate Table PG 1995-1 C.B.)
Jan. 1, 1998–Mar. 31, 1998	8%	9%
Apr. 1, 1998–Jun. 30, 1998	7%	8%
Jul. 1, 1998–Sep. 30, 1998	7%	8%
Oct. 1, 1998–Dec. 31, 1998	7%	8%
Jan. 1, 1999–Mar. 31, 1999	7%	7%
Apr. 1, 1999–Jun. 30, 1999	8%	8%
Jul. 1, 1999–Sep. 30, 1999	8%	8%
Oct. 1, 1999–Dec. 31, 1999	8%	8%
Jan. 1, 2000–Mar. 31, 2000	8%	8%
Apr. 1, 2000–Jun. 30, 2000	9%	9%
Jul. 1, 2000–Sep. 30, 2000	9%	9%
Oct. 1, 2000–Dec. 31, 2000	9%	9%
Jan. 1, 2001–Mar. 31, 2001	9%	9%
Apr. 1, 2001–Jun. 30, 2001	8%	8%
Jul. 1, 2001–Sep. 30, 2001	7%	7%
Oct. 2, 2001–Dec. 31, 2001	7%	7%

[Rev. Rul 2001-47, 2001-39 IRB]

APPLICABLE FEDERAL RATES FOR NOVEMBER 2000 THROUGH OCTOBER 2001

NOVEMBER 2000

PERIOD FOR COMPOUNDING

	Annual	Semiannual	Quarterly	Monthly
Short-term AFR	6.15%	6.06%	6.01%	5.98%
Mid-term AFR	6.01%	5.92%	5.88%	5.85%
Long-term AFR	6.09%	6.00%	5.96%	5.93%

[Rev. Rul. 2000-50, 2000-45 IRB]

DECEMBER 2000

PERIOD FOR COMPOUNDING

	Annual	Semiannual	Quarterly	Monthly
Short-term AFR	6.10%	6.01%	5.97%	5.94%
Mid-term AFR	5.87%	5.79%	5.75%	5.72%
Long-term AFR	5.98%	5.89%	5.85%	5.82%

[Rev. Rul. 2000-54, 2000-49 IRB]

2001 Workbook

JANUARY 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	5.90%	5.82%	5.78%	5.75%
Mid-term AFR	5.61%	5.53%	5.49%	5.47%
Long-term AFR	5.78%	5.70%	5.66%	5.63%

[Rev. Rul. 2001-3, 2001-3 IRB]

FEBRUARY 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	5.18%	5.11%	5.08%	5.06%
Mid-term AFR	5.07%	5.01%	4.98%	4.96%
Long-term AFR	5.48%	5.41%	5.37%	5.44%

[Rev. Rul. 2001-7, 2001-7 IRB]

MARCH 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	4.86%	4.80%	4.77%	4.75%
Mid-term AFR	5.07%	5.01%	4.98%	4.96%
Long-term AFR	5.58%	5.50%	5.46%	5.44%

[Rev. Rul. 2001-12, 2001-11 IRB]

APRIL 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	4.63%	4.58%	4.55%	4.54%
Mid-term AFR	4.94%	4.88%	4.85%	4.83%
Long-term AFR	5.43%	5.36%	5.32%	5.30%

[Rev. Rul. 2001-17, 2001-15 IRB]

2001 Workbook

MAY 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	4.25%	4.21%	4.19%	4.17%
Mid-term AFR	4.77%	4.71%	4.68%	4.66%
Long-term AFR	5.43%	5.36%	5.32%	5.30%

[Rev. Rul. 2001-22, 2001-19 IRB]

JUNE 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	4.15%	4.11%	4.09%	4.08%
Mid-term AFR	5.02%	4.96%	4.93%	4.91%
Long-term AFR	5.75%	5.67%	5.63%	5.60%

[Rev. Rul. 2001-27, 2001-23 IRB]

JULY 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	4.07%	4.03%	4.01%	4.00%
Mid-term AFR	5.12%	5.06%	5.03%	5.01%
Long-term AFR	5.82%	5.74%	5.70%	5.67%

[Rev. Rul. 2001-34, 2001-28 IRB]

AUGUST 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	3.94%	3.90%	3.88%	3.87%
Mid-term AFR	4.99%	4.93%	4.90%	4.88%
Long-term AFR	5.72%	5.64%	5.60%	5.57%

[Rev. Rul. 2001-36, 2001-32 IRB]

2001 Workbook

SEPTEMBER 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	3.82%	3.78%	3.76%	3.75%
Mid-term AFR	4.82%	4.76%	4.73%	4.71%
Long-term AFR	5.57%	5.49%	5.45%	5.43%

[Rev. Rul. 2001-43, 2001-36 IRB]

OCTOBER 2001

PERIOD FOR COMPOUNDING

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term AFR	3.58%	3.55%	3.53%	3.52%
Mid-term AFR	4.59%	4.54%	4.51%	4.50%
Long-term AFR	5.39%	5.32%	5.29%	5.26%

[Rev. Rul. 2001-49, 2001-41 IRB 1]

FARM CREDIT BANK INTEREST RATES FOR VALUING FARMLAND UNDER SPECIAL USE VALUATION RULES OF I.R.C. §2032A

<u>Farm Credit Bank District in Which Property Is Located</u>	<u>Interest Rate</u>
Columbia	9.90
Omaha/Spokane	7.98
Sacramento	7.99
St. Paul	8.13
Springfield	8.97
Texas	8.22
Wichita	8.22

[Rev. Rul. 2001-21, 2001-18 IRB 5]

2001 Workbook

DEPRECIATION LIMITS FOR AUTOMOBILES (OTHER THAN ELECTRIC AUTOMOBILES)

	Year Vehicle Placed in Service				
	1997	1998	1999	2000	2001
First Year	\$3,160	\$3,160	\$3,060	\$3,060	\$3,060
Second Year	\$5,000	\$5,000	\$5,000	\$4,900	\$4,900
Third Year	\$3,050	\$2,950	\$2,950	\$2,950	\$2,950
Later Years	\$1,775	\$1,775	\$1,775	\$1,775	\$1,775

For electric automobiles, see Rev. Proc. 2001-19 I.R.B. 732

OTHER RATES FOR VEHICLES

	2000	2001
Auto Standard Mileage Allowance		
Business	32.5¢	34.5¢
Charity Work	14¢	14¢
Medical/Moving	10¢	12¢
Excise Tax on Luxury Cars		
Floor for Application of Tax Rate of Tax	\$38,000	\$38,000
Rate of Tax	5%	4%
Qualified Transportation Fringe		
Vehicle/Transit Pass Limit	\$ 65	\$ 65
Qualified Parking Limit	\$ 175	\$180

2001 Workbook

INCLUSION AMOUNTS FOR AUTOMOBILES (OTHER THAN ELECTRIC AUTOMOBILES) WITH LEASE TERM BEGINNING IN CALENDAR YEAR 2001

Fair Market Value of Automobile		Tax Year During Lease				
Over	Not Over	1st	2nd	3rd	4th	5th & Later
15,500	15,800	3	6	9	10	11
15,800	16,100	5	12	16	20	22
16,100	16,400	8	17	24	30	33
16,400	16,700	10	22	33	39	44
16,700	17,000	13	27	41	48	56
17,000	17,500	16	35	51	61	70
17,500	18,000	20	44	64	77	89
18,000	18,500	24	53	78	92	107
18,500	19,000	28	62	91	109	125
19,000	19,500	32	71	104	125	143
19,500	20,000	36	80	117	141	162
20,000	20,500	40	89	131	156	181
20,500	21,000	45	97	144	173	199
21,000	21,500	49	106	158	188	217
21,500	22,000	53	115	171	204	236
22,000	23,000	59	129	190	229	263
23,000	24,000	67	147	217	260	300
24,000	25,000	75	165	243	292	337
25,000	26,000	83	183	270	324	373
26,000	27,000	91	201	296	356	410
27,000	28,000	100	218	324	387	447
28,000	29,000	108	236	350	419	484
29,000	30,000	116	254	377	451	520
30,000	31,000	124	272	403	483	557
31,000	32,000	132	290	430	515	594
32,000	33,000	140	308	456	547	631
33,000	34,000	149	326	482	579	667
34,000	35,000	157	343	510	610	705
35,000	36,000	165	361	536	643	741
36,000	37,000	173	379	563	674	778
37,000	38,000	181	397	590	705	815
38,000	39,000	189	415	616	738	851
39,000	40,000	198	433	642	770	888
40,000	41,000	206	451	669	801	925
41,000	42,000	214	469	695	833	962
42,000	43,000	222	487	722	865	998
43,000	44,000	230	505	748	897	1,036
44,000	45,000	238	523	775	929	1,072
45,000	46,000	247	540	802	961	1,108
46,000	47,000	255	558	828	993	1,145
47,000	48,000	263	576	855	1,024	1,183
48,000	49,000	271	594	881	1,057	1,219
49,000	50,000	279	612	908	1,088	1,256

For automobiles (other than electric) with a FMV of \$50,000 or more, and for electric automobiles, see Rev. Proc. 2001-19, 2001-9 IRB 732.