

Marlies Y. Hendricks & Associates, LLC			
2007 US Tax Year			
Business Tax Information	Description	\$	Month/Year
Section 179 Expenses:			
Maximum Expense Election		\$112,000	
Phaseout Threshold		\$450,000	
Depreciation Lives - MACRS			
Assets(Straight Line)	Most Software		36 month
Assets(200% DB)	Molds, Small Tools		3 Year
Assets(200% DB)	Auto&light trucks,computers.,copiers.,appliances,carpets		5 Year
Assets(200% DB)	Most manufacturing equip.,office furniture		7 Year
Assets(Straight Line)	Driveway,parking lot,roads,fences		15 Year
Assets(Straight Line)	Residential rental & structural components***		27.5 Year
Assets(Straight Line)	Nonresidential bldgs& structural components		39 Year
***Structural Components : bathtubs,boilers,central air, ceilings, heating systems,chimneys,doors,electrical & wiring,floors, hot water heaters, lighting fixtures, plumbing, roofs, sprikler systems, stairs, walls and windows.			
Estate Taxes			
Estate Tax Exemption		\$2 Million	
Applicable Credit Amount		\$780,000	
Top Estate Tax Rate		45%	
NY Estate Tax Exemption		\$1 Million	
Gift Taxes			
Lifetime Gift Tax Exemption		\$1 Million	
<u>Annual Gift Tax Exclusion</u>			
Gift per Person		\$12,000	
Joint Gifts by Spouse		\$24,000	
Top Gift Tax Rate		45%	
Maximum Capital Gain Tax Rates			
<u>General Capital Gain Rates</u>			
Taxpayers in 10% or 15% tax bracket		5%	
Taxpayers in 25% or higher tax bracket		15%	
Rate on collectibles		28%	
Recaptured gain on real estate		25%	
Short-term capital gains (held less than 12month) are tahed at individual's ordinary income tax rate			
Losses - \$3,000 maximum/yr (\$1,500 married - separately)			
Maximum Qualified Dividend Tax Rates			
Taxpayers in 10% or 15% tax bracket		5%	
Taxpayers in 25% or higher tax bracket		15%	
Standard Mileage Rates			
		cents per mile	
<u>Mileage Purpose</u>			
Business		48.5	
Depreciation Component		19	
Charitable		14	
Medical		20	
Moving		20	