

# 2010 California Tax Rates and Exemptions

The rate of inflation in California, for the period from July 1, 2009 through June 30, 2010, was 0.9%. The 2010 personal income tax brackets are indexed by this amount.

## Corporate tax rates

Entity type	Tax rate
Corporations other than banks and financials	8.84%
Banks and financials	10.84%
Alternative Minimum Tax (AMT) rate	6.65%
S corporation rate	1.5%
S corporation bank and financial rate	3.5%

## Individual tax rates

- The maximum rate for individuals is 9.55%
- The AMT rate for individuals is 7.25%
- The Mental Health Services Tax Rate is 1% for taxable income in excess of \$1,000,000.

## Exemption credits

Filing Status/Qualification	Exemption amount
Married/Registered Domestic Partner (RDP) filing jointly or qualifying widow(er)	\$198
Single, married/RDP filing separately, or head of household	\$99
Dependent	\$99
Blind	\$99
Age 65 or older	\$99

## Phaseout of exemption credits

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

Filing status	Reduce each credit by:	For each:	Federal AGI exceeds:
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Single	\$6	\$2,500	\$162,186
Married/RDP filing separately	\$6	\$1,250	\$162,186
Head of household	\$6	\$2,500	\$243,283
Married/RDP filing jointly	\$12	\$2,500	\$324,376
Qualifying widow(er)	\$12	\$2,500	\$324,376

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.

## Standard deductions

The standard deduction amounts for:

Filing status	Deduction amount
Single or married/RDP filing separately	\$3,670
Married/RDP filing jointly, head of household, or qualifying widow(er)	\$7,340
The minimum standard deduction for dependents	\$950

## Reduction in itemized deductions

Itemized deductions must be reduced by the lesser of 6% of the excess of the taxpayer's federal AGI over the threshold amount or 80% of the amount of itemized deductions otherwise allowed for the taxable year.

Filing status	AGI threshold
Single or married/RDP filing separately	\$162,186
Head of household	\$243,283
Married/RDP filing jointly or qualifying widow(er)	\$324,376

## Nonrefundable Renter's credit

This nonrefundable, non-carryover credit for renters is available for:

- Single or married/RDP filing separately with a California AGI of \$34,722 or less.
  - The credit is \$60.
- Married/RDP filing jointly, head of household, or qualifying widow(er) with a California AGI of \$69,444 or less.
  - The credit is \$120.

## Miscellaneous credits

- **Qualified senior head of household credit**
  - 2% of California taxable income
  - Maximum California AGI of \$63,440
  - Maximum credit of \$1,196
- **Joint custody head of household credit/dependent parent credit**
  - 30% of net tax
  - Maximum credit of \$390

## AMT exemption

<b>Filing status</b>	<b>Amount</b>
Married/RDP filing jointly or qualifying widow(er)	\$79,526
Single or head of household	\$59,646
Married/RDP filing separately, estates, or trusts	\$39,762

## AMT exemption phaseout

<b>Filing status</b>	<b>Amount</b>
Married/RDP filing jointly or qualifying widow(er)	\$298,224
Single or head of household	\$223,669
Married/RDP filing separately, estates, or trusts	\$149,111

## FTB cost recovery fees

<b>Fee type</b>	<b>Fee</b>
Bank and corporation filing enforcement fee	\$113
Bank and corporation collection fee	\$291
Personal income tax filing enforcement fee	\$100
Personal income tax collection fee	\$170

The personal income tax fees apply to individuals and partnerships, as well as limited liability companies that are classified as partnerships. The bank and corporation fees apply to banks and corporations, as well as limited liability companies that are classified as corporations. Interest does not accrue on these cost recovery fees.

## 2010 California Tax Rate Schedules

**Schedule X** — Single or married/RDP filing separately

If the taxable income is				
Over	But not over	Tax is		Of amount over
\$0	\$7,124	\$0.00	Plus 1.25%	\$0
\$7,124	\$16,890	\$89.05	Plus 2.25%	\$7,124
\$16,890	\$26,657	\$308.79	Plus 4.25%	\$16,890
\$26,657	\$37,005	\$723.89	Plus 6.25%	\$26,657
\$37,005	\$46,766	\$1,370.64	Plus 8.25%	\$37,005
\$46,766	And over	\$2,175.92	Plus 9.55%	\$46,766

**Schedule Y** — Married/RDP filing jointly, or qualifying widow(er) with dependent child

If the taxable income is				
Over	But not over	Tax is		Of amount over
\$0	\$14,248	\$0.00	Plus 1.25%	\$0
\$14,248	\$33,780	\$178.10	Plus 2.25%	\$14,248
\$33,780	\$53,314	\$617.57	Plus 4.25%	\$33,780
\$53,314	\$74,010	\$1,447.77	Plus 6.25%	\$53,314
\$74,010	\$93,532	\$2,741.27	Plus 8.25%	\$74,010
\$93,532	And over	\$4,351.84	Plus 9.55%	\$93,532

**Schedule Z** — Head of household

If the taxable income is				
Over	But not over	Tax is		Of amount over
\$0	\$14,257	\$0.00	Plus 1.25%	\$0
\$14,257	\$33,780	\$178.21	Plus 2.25%	\$14,257
\$33,780	\$43,545	\$617.48	Plus 4.25%	\$33,780

\$43,545	\$53,893	\$1,032.49	Plus 6.25%	\$43,545
\$53,893	\$63,657	\$1,679.24	Plus 8.25%	\$53,893
\$63,657	And over	\$2,484.77	Plus 9.55%	\$63,657

## Individual Filing Requirements

If your [gross income](#) or [adjusted gross income](#) is more than the amount shown in the chart below for your filing status, age, and number of dependents, then you have a filing requirement.

Filing Status	Age as of December 31, 2010*	California Gross Income Dependents			California Adjusted Gross Income Dependents		
		0	1	2 or more	0	1	2 or more
		Single or head of household	Under 65	14,754	18,054	20,529	11,803
	65 or older	19,704	22,179	24,159	16,753	19,228	21,208
Married/RDP filing jointly or separately	Under 65 (both spouses/RDPs)	29,508	32,808	35,283	23,607	26,907	29,382
	65 or older (one spouse)	34,458	36,933	38,913	28,557	31,032	33,012
	65 or older (both spouses/RDPs)	39,408	41,883	43,863	33,507	35,982	37,962
Qualifying widow(er)	Under 65	N/A	18,054	20,529	N/A	15,103	17,578
	65 or older	N/A	22,179	24,159	N/A	19,228	21,208
<b>Dependent of another person</b> (Any filing status)	Under 65	More than your standard deduction					
	65 or older	More than your standard deduction					

\* If you turn 65 on January 1, 2011, you are considered to be age 65 at the end of 2010.