

IF YOU PAY TAX ON APPROX THIS AMOUNT IN 2011		YOUR FED TAX RATE IS	YOUR APPLICABLE TAX RATE IN AZ IS	TO MATCH A DOUBLE TAX FREE RETURN IN ARIZONA OF									
Joint Return	Single Return			1.00%	2.00%	2.50%	3.00%	3.50%	4.00%	4.50%	5.00%	5.50%	
				YOU WOULD HAVE TO EARN									
\$75,000	\$50,000	25%	27.5%	1.38%	2.76%	3.45%	4.14%	4.83%	5.52%	6.21%	6.90%	7.59%	
\$100,000	\$75,000	25%	28.1%	1.39%	2.78%	3.48%	4.17%	4.87%	5.56%	6.26%	6.95%	7.65%	
\$150,000	\$100,000	28%	31.0%	1.45%	2.90%	3.62%	4.35%	5.07%	5.80%	6.52%	7.25%	7.97%	
\$200,000	\$150,000	28%	31.0%	1.45%	2.90%	3.62%	4.35%	5.07%	5.80%	6.52%	7.25%	7.97%	
\$250,000	\$200,000	33%	35.8%	1.56%	3.12%	3.89%	4.67%	5.45%	6.23%	7.01%	7.79%	8.57%	
\$300,000	\$250,000	33%	36.0%	1.56%	3.13%	3.91%	4.69%	5.47%	6.25%	7.03%	7.81%	8.59%	
\$350,000	\$300,000	33%	36.0%	1.56%	3.13%	3.91%	4.69%	5.47%	6.25%	7.03%	7.81%	8.59%	
\$400,000	\$350,000	35%	37.9%	1.61%	3.22%	4.03%	4.83%	5.64%	6.44%	7.25%	8.05%	8.86%	
\$450,000	\$450,000	35%	37.9%	1.61%	3.22%	4.03%	4.83%	5.64%	6.44%	7.25%	8.05%	8.86%	
\$500,000	\$500,000	35%	37.9%	1.61%	3.22%	4.03%	4.83%	5.64%	6.44%	7.25%	8.05%	8.86%	
\$1,000,000+	\$1,000,000+	35%	37.9%	1.61%	3.22%	4.03%	4.83%	5.64%	6.44%	7.25%	8.05%	8.86%	

Prepared by Lebenthal & Co. LLC March 2011 from sources believed to be accurate.

Using the yellow highlights as an example, run a finger across the row with your approximate taxable income, and another finger down a column with the tax-free yield you are considering. Do you belong in municipal bonds? Where your two fingers intersect is the answer: the amount that a taxable investment of comparable quality and maturity would have to pay you to match the muni.