

IF YOU PAY TAX ON APPROX THIS AMOUNT IN 2011		YOUR FED TAX RATE IS	YOUR COMBINED FED & TN TAX RATE IS	TO MATCH A DOUBLE TAX FREE RETURN IN TENNESSEE 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%	29.5%	1.42%	2.84%	3.55%	4.26%	4.96%	5.67%	6.38%	7.09%	7.80%
\$100,000	\$75,000	25%	29.5%	1.42%	2.84%	3.55%	4.26%	4.96%	5.67%	6.38%	7.09%	7.80%
\$150,000	\$100,000	28%	32.3%	1.48%	2.95%	3.69%	4.43%	5.17%	5.91%	6.65%	7.39%	8.12%
\$200,000	\$150,000	28%	32.3%	1.48%	2.95%	3.69%	4.43%	5.17%	5.91%	6.65%	7.39%	8.12%
\$250,000	\$200,000	33%	37.0%	1.59%	3.17%	3.97%	4.76%	5.56%	6.35%	7.14%	7.94%	8.73%
\$300,000	\$250,000	33%	37.0%	1.59%	3.17%	3.97%	4.76%	5.56%	6.35%	7.14%	7.94%	8.73%
\$350,000	\$300,000	33%	37.0%	1.59%	3.17%	3.97%	4.76%	5.56%	6.35%	7.14%	7.94%	8.73%
\$400,000	\$350,000	35%	38.9%	1.64%	3.27%	4.09%	4.91%	5.73%	6.55%	7.36%	8.18%	9.00%
\$450,000	\$450,000	35%	38.9%	1.64%	3.27%	4.09%	4.91%	5.73%	6.55%	7.36%	8.18%	9.00%
\$500,000	\$500,000	35%	38.9%	1.64%	3.27%	4.09%	4.91%	5.73%	6.55%	7.36%	8.18%	9.00%
\$1,000,000+	\$1,000,000+	35%	38.9%	1.64%	3.27%	4.09%	4.91%	5.73%	6.55%	7.36%	8.18%	9.00%

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.