

# Exemptions: Form 8965, Part II

## Household Exemptions for Income Below Filing Threshold

Exemption Type	Details
Household income below filing threshold (Form 8965, Line 7)	<p>Household income is the sum of the modified adjusted gross income (MAGI) from the tax return and the MAGI of all dependents required to file a tax return. Use the Filing Requirements for Children and Other Dependents chart (in this tab) to determine whether the dependent is required to file his or her own tax return.</p> <div style="text-align: center;"> <p><b>MAGI</b> = <b>Adjusted Gross Income (AGI)</b> + <b>Tax-Exempt Interest</b> + <b>Excluded Foreign Income</b></p> <p><i>Form 1040, Line 37</i>      <i>Form 1040, Line 8b</i>      <i>Form 2555, Form 2555-EZ</i></p> <p><small>* International certification only</small></p> </div>
Gross income below filing threshold (Form 8965, Line 7)	<p>Gross Income means all income received in the form of money, goods, property, and services that is not exempt from tax, see definition of gross income on page A-1.</p> <ul style="list-style-type: none"> <li>• Do not include income of any dependents</li> </ul>

If either exemption applies, stop.  
There is no need to consider other exemptions for individual members of the household.

## 2016 Federal Tax Filing Requirement Thresholds

Filing Status	Age*	Must file a return if gross income** exceeds
Single	Under 65	\$10,350
	65 or older	\$11,900
Head of Household	Under 65	\$13,350
	65 or older	\$14,900
Married Filing Jointly***	Under 65 (both spouses)	\$20,700
	65 or older (one spouse)	\$21,950
	65 or older (both spouses)	\$23,200
Married Filing Separately	Any age	\$4,050
Qualifying Widow(er) with Dependent Children	Under 65	\$16,650
	65 or older	\$17,900

\*If you were born on January 1, 1952, you are considered to be age 65 at the end of 2016. (If your spouse died in 2016 or if you are preparing a return for someone who died in 2016, see Pub. 501.)

\*\* Gross income means all income you received in the form of money, goods, property, and services that isn't exempt from tax, including any income from sources outside the United States. It also includes gain from the sale of your main home, even if you can exclude part or all of it. Include only the taxable part of social security benefits (Form 1040, line 20b; Form 1040A, line 14b). Also include gains, but not losses, reported on Form 8949 or Schedule D. Gross income from a business means, for example, the amount on Schedule C, line 7, or Schedule F, line 9. But, in figuring gross income, do not reduce your income by any losses, including any loss on Schedule C, line 7, or Schedule F, line 9.

\*\*\*If you did not live with your spouse at the end of 2016 (or on the date your spouse died) and your gross income was at least \$4,050, you must file a return regardless of your age.