TAX YEAR
2022

Tax Facts and Figures

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2022 Federal Tax Rate Schedules

Single Taxable Income

$	0	to	10,275	×	10.0%	minus	$ 0.00	=	Tax
	10,276	to	41,775	×	12.0%	minus	205.50	=	Tax
	41,776	to	89,075	×	22.0%	minus	4,383.00	=	Tax
	89,076	to	170,050	×	24.0%	minus	6,164.50	=	Tax
	170,051	to	215,950	×	32.0%	minus	19,768.50	=	Tax
	215,951	to	539,900	×	35.0%	minus	26,247.00	=	Tax
	539,901	and over		×	37.0%	minus	37,045.00	=	Tax

MFJ or QW Taxable Income

$	0	to	20,550	×	10.0%	minus	$ 0.00	=	Tax
	20,551	to	83,550	×	12.0%	minus	411.00	=	Tax
	83,551	to	178,150	×	22.0%	minus	8,766.00	=	Tax
	178,151	to	340,100	×	24.0%	minus	12,329.00	=	Tax
	340,101	to	431,900	×	32.0%	minus	39,537.00	=	Tax
	431,901	to	647,850	×	35.0%	minus	52,494.00	=	Tax
	647,851	and over		×	37.0%	minus	65,451.00	=	Tax

MFS Taxable Income

$	0	to	10,275	×	10.0%	minus	$ 0.00	=	Tax
	10,276	to	41,775	×	12.0%	minus	205.50	=	Tax
	41,776	to	89,075	×	22.0%	minus	4,383.00	=	Tax
	89,076	to	170,050	×	24.0%	minus	6,164.50	=	Tax
	170,051	to	215,950	×	32.0%	minus	19,768.50	=	Tax
	215,951	to	323,925	×	35.0%	minus	26,247.00	=	Tax
	323,926	and over		×	37.0%	minus	32,725.50	=	Tax

HOH Taxable Income

$	0	to	14,650	×	10.0%	minus	$ 0.00	=	Tax
	14,651	to	55,900	×	12.0%	minus	293.00	=	Tax
	55,901	to	89,050	×	22.0%	minus	5,883.00	=	Tax
	89,051	to	170,050	×	24.0%	minus	7,664.00	=	Tax
	170,051	to	215,950	×	32.0%	minus	21,268.00	=	Tax
	215,951	to	539,900	×	35.0%	minus	27,746.50	=	Tax
	539,901	and over		×	37.0%	minus	38,544.50	=	Tax

Additional Medicare Tax

0.9% additional tax on wage income above threshold

Filing status	Single, HOH, QW	MFJ	MFS
Threshold amount	$200,000	$250,000	$125,000

2022 Qualifying Relative Limit

The qualifying relative income limit is..... $4,400

2022 Standard Deduction

The basic standard deduction for 2022 is:

- Single or MFS..... $12,950
- MFJ or QW..... $25,900
- HOH..... $19,400

Age 65 and/or blind. The additional amounts for age 65 or older and/or blind, per person, per event in 2022 are:

- MFJ, QW, or MFS $1,400
- Single or HOH..... $1,750

Dependent. The standard deduction in 2022 for an individual who may be claimed as a dependent by another taxpayer cannot exceed the greater of $1,150, or earned income plus $400.

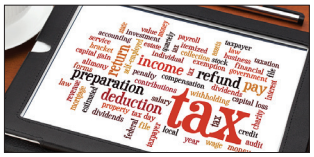
Child Tax Credit and Credit for Other Dependents

Child Tax Credit	$2,000 per qualifying child.
$2,000 Child Tax Credit phaseout begins	MFJ.....$400,000 Single, HOH, MFS.....$200,000
Credit for Other Dependents	$500 per dependent (not a qualifying child).

Social Security Highlights

Employee's portion of FICA	2022	2021	2020
Maximum earnings subject to Social Security tax (Medicare no limit)	$147,000	$142,800	$137,700
Social Security tax rate	6.20%	6.20%	6.20%
Medicare tax rate*	1.45%	1.45%	1.45%
Maximum Social Security tax	$9,114.00	$8,853.60	$8,537.40

*Plus 0.9% on wages above threshold amount, plus 3.8% on unearned income above threshold amount.



Tax Facts and Figures

Business Expenses

2022 Standard Mileage Rate Per Mile
Business.....58.5¢
Medical and moving* .....18.0¢
Charitable .....14.0¢
Depreciation .....26.0¢

Section 179 Expense Limits
Regular 179 limits $1,080,000
SUV limits $27,200
Investment phaseout begins.....$2,700,000

2022 Standard Deduction for Meals—High Low Method (Per Day)
High cost localities.....$74
All other localities $64
Transportation workers $69

Qualified Transportation Benefits (exclusion from income allowed, but no employer deduction)
Commuter benefits (per month)... $280
Parking benefits (per month)..... $280

*The moving expense deduction is available only to active duty military servicemembers pursuant to a permanent change of station (PCS) order.

2022 Retirement Plan Limits

401(k)/403(b) Deferral Limits
Under age 50.....$20,500
Age 50 and over $27,000

IRA Contribution Limits
Under age 50..... $6,000
Age 50 and over $7,000

IRA Deduction Phaseout Range if Covered by Employer Plan
MFJ..... $109,000 – $129,000
Single, HOH.....$68,000 – $78,000
MFS..... $0 – $10,000
Spouse not covered ..... $204,000 – $214,000

Roth IRA Phaseout Range
MFJ..... $204,000 – $214,000
Single, HOH..... $129,000 – $144,000
MFS..... $0 – $10,000

SIMPLE Deferral Limits
Under age 50.....$14,000
Age 50 and over $17,000

Qualified Retirement Plans
Profit sharing/SEP limits . 25%/$61,000
Defined benefit plan limits ... $245,000
Compensation limits $305,000

Education Tax Benefits

American Opportunity Credit
MFJ phaseout .... $160,000–$180,000
Single, HOH phaseout..... $80,000–$90,000
Maximum credit: $2,500 per student
Up to 40% ($1,000) may be refundable

Lifetime Learning Credit
MFJ phaseout .... $160,000–$180,000
Single, HOH phaseout.....$80,000–$90,000
Maximum credit: $2,000 per return

Education Savings Account (ESA)
MFJ phaseout .....$190,000–$220,000
All others..... $95,000–$110,000
Annual contribution limit: $2,000 per beneficiary

Student Loan Interest Deduction
MFJ phaseout.....$145,000–$175,000
Single, HOH phaseout..... $70,000–$85,000
Maximum deduction: $2,500 per return

U.S. Savings Bonds Interest Exclusion
MFJ phaseout.....$128,650–$158,650
Single, HOH phaseout.... $85,000–$100,800

Qualified Tuition Plans (529 plans)
- Distributions for qualifying expenses for college students or apprentices are not taxable.
- Distributions up to $10,000 per student are allowed for tuition expenses for a public, private, or religious elementary or secondary school.
- Cumulative distributions up to $10,000 per beneficiary and sibling for qualified education debt.

2022 Tax Rates: Capital Gain and Dividend Income

If income is…	Maximum tax rate %	If asset is held…
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain	See below	More than 1 year
Qualified dividend income	See below	More than 60 days
Taxable Income Single .....$0 to $41,675 MFJ/QW .....$0 to $83,350 MFS.....$0 to $41,675 HOH.....$0 to $55,800 Estates and Trusts..... $0 to $2,800	0%	
Taxable Income Single .....$41,676 to $459,750 MFJ/QW .....$83,351 to $517,200 MFS.....$41,676 to $258,600 HOH.....$55,801 to $488,500 Estates and Trusts.....$2,801 to $13,700	15%	
Taxable Income Single ..... $459,751 and over MFJ/QW ..... $517,201 and over MFS..... $258,601 and over HOH..... $488,501 and over Estates and Trusts.....$13,701 and over	20%	
Short-term capital gain	37%	1 year or less
Ordinary dividend income	37%	60 days or less

Net Investment Income Tax (NIIT)

3.8% additional tax on investment income if MAGI above threshold amount

Filing status	Single, HOH	MFJ, QW	MFS
Threshold amount	$200,000	$250,000	$125,000

2022 Qualified Business Income Deduction Thresholds

MFJ: $340,100	MFS: $170,050	Single, HOH, QW: $170,050

Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 72.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of $5,000.

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