

Income Tax Brackets					
2022 Taxable Income			2023 Taxable Income		
Tax Rate	Most Single Filers	Married Couples Filing Jointly	Tax Rate	Most Single Filers	Married Couples Filing Jointly
10%	Not over \$10,275	Not over \$20,550	10%	Not over \$11,000	Not over \$22,000
12%	\$10,276 - \$41,775	\$20,551 - \$83,550	12%	\$11,001 - \$44,725	\$22,001 - \$89,450
22%	\$41,776 - \$89,075	\$83,551 - \$178,150	22%	\$44,726 - \$95,375	\$89,451 - \$190,750
24%	\$89,076 - \$170,050	\$178,151 - \$340,100	24%	\$95,376 - \$182,100	\$190,751 - \$364,200
32%	\$170,051 - \$215,950	\$340,101 - \$431,900	32%	\$182,101 - \$231,250	\$364,201 - \$462,500
35%	\$215,951 - \$539,900	\$431,901 - \$647,850	35%	\$231,251 - \$578,125	\$462,501 - \$693,750
37%	Over \$539,900	Over \$647,850	37%	Over \$578,125	Over \$693,750

Who Must File a Return	
2022 Filing Status	Gross Income Exceeds
Single	
Under 65	\$13,850
65 or older	\$15,700
Married Filing Jointly	
Both spouses under 65	\$27,700
One spouse 65 or older	\$29,200
Both spouses 65 or older	\$30,700

Standard Deductions			
2022	Standard Deduction	Age 65 or Older or Blind (each)	Dependent Children filing a return:
MFJ or QW	\$ 25,900	\$ 1,400	Greater of \$1,150 or the amount of earned income plus \$400 (not to exceed \$12,950)
Single	\$ 12,950	\$ 1,750	
HOH	\$ 19,400	\$ 1,750	
MFS	\$ 12,950	\$ 1,400	
2023	Standard Deduction	Age 65 or Older or Blind (each)	Dependent children filing a return:
MFJ or QW	\$ 27,700	\$ 1,500	Greater of \$1,250 or the amount of earned income plus \$400 (not to exceed \$13,850)
Single	\$ 13,850	\$ 1,850	
HOH	\$ 20,800	\$ 1,850	
MFS	\$ 13,850	\$ 1,500	

Estate and Gift Taxes		
	2022	2023
Estate tax exclusion	\$ 12,060,000	\$ 12,920,000
Gift tax exclusion	\$ 12,060,000	\$ 12,920,000
GST tax exemption	\$ 12,060,000	\$ 12,920,000
Annual gift tax	\$ 16,000	\$ 17,000

Health Savings Accounts (HSAs) Annual Contribution Limits		
	2022	2023
Individuals	\$ 3,650	\$ 3,850
Family	\$ 7,300	\$ 7,750
Catch Up (Age 55)	\$ 1,000	\$ 1,000

AMT Rates for Individuals			
	AMT Threshold		AMT Rate
	2022	2023	
Single, HOH	\$0 - \$539,900	\$0 - \$578,150	26%
	\$539,901 or more	\$578,151 or more	28%
MFJ	\$0 - \$1,079,800	\$0 - \$1,156,300	26%
	\$1,079,801 or more	\$1,156,301 or more	28%
MFS	\$0 - \$539,900	\$0 - \$578,150	26%
	\$539,901 or more	\$578,151 or more	28%
	AMT Exemption		
	2022	2023	
Single, HOH	\$ 75,900	\$ 81,300	
MFJ	\$ 118,100	\$ 126,500	
MFS	\$ 59,050	\$ 63,250	

Net investment income tax rate 3.8% applies to net investment income if AGI exceeds \$200,000(S) or \$250,000(MFJ)

**Kiddie Tax**  
Children under age 18 (age 24 if a full-time student) at year end with unearned income exceeding \$2,500 are subject to kiddie tax

# 2022 / 2023 Tax Facts



574-534-4040 Goshen  
574-288-4801 Mishawaka

2022 Capital Gain Rates for Individuals			
Filing Status	0% rate: Taxable income of	15% rate: Taxable income of	20% rate: Taxable income of
MFJ	\$0 to \$83,350	\$83,351 to \$517,200	\$517,201 and over
MFS	\$0 to \$41,675	\$41,676 to \$258,600	\$258,601 and over
HOH	\$0 to \$55,800	\$55,801 to \$488,500	\$488,501 and over
Single	\$0 to \$41,675	\$41,676 to \$459,750	\$459,751 and over
Trusts & Estates	\$0 to \$2,800	\$2,801 to \$13,700	\$13,701 and over

Social Security Highlights		
	2022	2023
Cost-of-living (COLA) adjustment	5.9%	8.7%
<b>Max amount a person can earn and still receive full benefits</b>		
Under full retirement age	\$ 19,560	\$ 21,240
Year FRA reached	\$ 51,690	\$ 56,520
Full retirement age (FRA)	No Limit	No Limit
<b>Maximum earnings subject to</b>		
Social Security Tax	\$ 147,000	\$ 160,200
Medicare Tax	No Limit	No Limit
<b>Rate of Tax</b>		
Social Security Tax	12.4%	12.4%
Medicare Tax	2.9%	2.9%
Additional Medicare on wages	0.9%	0.9%
<b>Income* level at which SS benefits become taxable</b>		
	85% Taxable	85% Taxable
Married Filing Jointly	\$ 44,000	\$ 44,000
Single	\$ 34,000	\$ 34,000

\*total gross income + nontaxable interest plus 1/2 of SS benefit

Bonus Depreciation	
9/28/2017 - 12/31/2022	100%
1/1/2023 - 12/31/2023	80%
<i>The rate will continue to phase out 20% per year until 2027</i>	

Section 179 Expensing		
	2022	2023
Sec 179 Limit	\$ 1,080,000	\$ 1,160,000
Sec 179 SUV Limit	\$ 27,000	\$ 28,900
Sec 179 Phase Out	\$ 2,700,000	\$ 2,890,000
A 100% depreciation deduction is allowed for qualified property acquired and placed in service after Sept 27, 2017, and before Jan 1, 2023. This depreciation deduction will phase down to 80% in 2023, 60% in 2024, 40% in 2025, and 20% in 2026.		

Mileage Rates		
	2022*	2023
Business	\$0.585 / \$0.625	\$0.655
Medical	\$0.18 / \$0.22	\$0.22
Moving	\$0.18 / \$0.22	\$0.22
Charitable	\$0.14	\$0.14

\* The rate is increased for July 1, 2022 - December 31, 2022

Retirement Plan Contribution Amounts		
	2022	2023
<b>Simple IRA Plan</b>		
Under Age 50	\$ 14,000	\$ 15,500
Age 50 or Older	\$ 17,000	\$ 19,000
<b>401(k), 403 (b), 457 &amp; SARSEPs Elective Deferral</b>		
Under Age 50	\$ 20,500	\$ 22,500
Age 50 or Older	\$ 27,000	\$ 30,000
Profit-sharing Plan/SEPs	\$ 61,000	\$ 66,000
<b>IRA (including Roth IRA)</b>		
Under Age 50	\$ 6,000	\$ 6,500
Age 50 or Older	\$ 7,000	\$ 7,500
Compensation Limit (for employer contributions to profit-sharing plans)	\$ 305,000	\$ 330,000
Defined Benefit Plans - Annual Benefits Limit	\$ 245,000	\$ 265,000
"Key Employee" Compensation Threshold	\$ 200,000	\$ 215,000
"Highly Compensated" Threshold	\$ 135,000	\$ 150,000
<i>If individual is covered by an employer retirement plan, the deduction for contribution is subject to phase-out at AGI of \$73,000 - \$83,000. If not covered but spouse is covered, the phase-out is at \$218,000 and \$228,000 in 2023.</i>		
<i>Roth IRA Contribution phase-out is at \$218,000 and \$228,000</i>		

Education Incentive Limits			
	Benefit Limit	MAGI Phaseout 2022	MAGI Phaseout 2023
<b>Qualified Tuition Program (Section 529 Plan) Contributions</b>			
All Filers	Max contribution	None	None
<b>American Opportunity Credit (First four years of higher education)</b>			
MFJ	Up to \$2,500 per student	\$160,000 - \$180,000	\$160,000 - \$180,000
Single, HOH*		\$80,000 - \$90,000	\$80,000 - \$90,000
<b>Lifetime Learning Credit</b>			
MFJ	Up to \$2,000 per return	\$160,000 - \$180,000	\$160,000 - \$180,000
Single, HOH*		\$80,000 - \$90,000	\$80,000 - \$90,000
<b>U.S. Savings Bond Income Exclusion</b>			
MFJ	Interest on redeemed bonds is tax-free	\$128,650 - \$158,650	\$137,800 - \$167,800
Single, HOH*		\$85,800 - \$100,800	\$91,850 - \$106,850
<b>Student Loan Interest Deduction</b>			
MFJ	Up to \$2,500 (above the line)	\$145,000 - \$175,000	\$155,000 - \$185,000
Single, HOH*		\$70,000 - \$85,000	\$75,000 - \$90,000

\* MFS not eligible for education incentives

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