



INCOME TAXES

| 2021 | | | | 2022 | | | |
|----------------------------------|-------------------|--------------------|--------------------|----------------------------------|-------------------|--------------------|--------------------|
| If Taxable Income is: | | | | If Taxable Income is: | | | |
| Over | But Not More Than | The Tax Is | Of the Amount Over | Over | But Not More Than | The Tax Is | Of the Amount Over |
| Married Filing Jointly | | | | Married Filing Jointly | | | |
| \$0 | \$19,900 | 10% | 0 | \$0 | \$20,500 | 10% | 0 |
| \$19,900 | \$81,050 | \$1,990 + 12% | 19,900 | \$20,500 | \$83,550 | \$2,055 + 12% | 20,500 |
| \$81,050 | \$172,500 | \$9,328 + 22% | 81,050 | \$83,550 | \$178,150 | \$9,615 + 22% | 83,550 |
| \$172,500 | \$329,850 | \$29,502 + 24% | 72,750 | \$178,150 | \$340,100 | \$230,427 + 24% | 178,150 |
| \$329,850 | \$418,850 | \$67,206 + 32% | 329,850 | \$340,100 | \$431,900 | \$69,295 + 32% | 340,100 |
| \$418,850 | \$628,300 | \$95,686 + 35% | 418,850 | \$431,900 | \$647,850 | \$98,671 + 35% | 431,900 |
| \$628,300 | | \$168,993.50 + 37% | 628,300 | \$647,850 | | \$174,253.50 + 37% | 647,850 |
| Married Filing Separately | | | | Married Filing Separately | | | |
| \$0 | \$9,950 | 10% | 0 | \$0 | \$10,250 | 10% | 0 |
| \$9,950 | \$40,525 | \$995 + 12% | 9,950 | \$10,250 | \$41,775 | 10% | 10,250 |
| \$40,525 | \$86,375 | \$4,664 + 22% | 40,525 | \$41,775 | \$89,075 | \$1,027.50 + 12% | 41,775 |
| \$86,375 | \$164,925 | \$14,751 + 24% | 36,375 | \$89,075 | \$170,050 | \$4,807.50 + 22% | 89,075 |
| \$164,925 | \$209,425 | \$33,603 + 32% | 164,925 | \$170,050 | \$215,950 | \$15,213.50 + 24% | 170,050 |
| \$209,425 | \$314,150 | \$47,843 + 35% | 209,425 | \$215,950 | \$323,925 | \$34,647.50 + 32% | 215,950 |
| \$314,150 | | \$84,496.75 + 37% | 314,150 | \$323,925 | | \$87,126.75 + 37% | 323,925 |
| Head of Household | | | | Head of Household | | | |
| \$0 | \$14,200 | 10% | 0 | \$0 | \$14,650 | 10% | 0 |
| \$14,200 | \$54,200 | \$1,420 + 12% | 14,200 | \$14,650 | \$55,900 | \$1,465 + 12% | 14,650 |
| \$54,200 | \$86,350 | \$6,220 + 22% | 54,200 | \$55,900 | \$89,050 | \$6,415 + 22% | 55,900 |
| \$86,350 | \$164,900 | \$13,293 + 24% | 86,350 | \$89,050 | \$170,050 | \$13,708 + 24% | 89,050 |
| \$164,900 | \$209,400 | \$32,145 + 32% | 164,900 | \$170,050 | \$275,900 | \$33,148 + 32% | 170,050 |
| \$209,400 | \$523,600 | \$46,385 + 35% | 209,400 | \$275,900 | \$539,900 | \$47,836 + 35% | 275,900 |
| \$523,600 | | \$156,355 + 37% | 523,600 | \$539,900 | | \$161,218.50 + 37% | 539,900 |
| Single | | | | Single | | | |
| \$0 | \$9,875 | 10% | 0 | \$0 | \$10,275 | 10% | 0 |
| \$9,875 | \$40,525 | \$995 + 12% | 9,875 | \$10,275 | \$41,775 | \$1,027.50 + 12% | 10,275 |
| \$40,525 | \$86,375 | \$4,664 + 22% | 9,950 | \$41,775 | \$89,075 | \$4,807.50 + 22% | 41,775 |
| \$86,375 | \$164,925 | \$14,751 + 24% | 40,525 | \$89,075 | \$170,050 | \$15,213.50 + 24% | 89,075 |
| \$164,925 | \$209,425 | \$33,603 + 32% | 164,925 | \$170,050 | \$215,950 | \$34,647.50 + 32% | 170,050 |
| \$209,425 | \$523,600 | \$47,843 + 35% | 209,425 | \$215,950 | \$539,900 | \$49,335.50 + 35% | 215,950 |
| \$523,600 | | \$157,804.25 + 37% | 523,600 | \$539,900 | | \$162,718 + 37% | 539,900 |
| Estates and Trusts | | | | Estates and Trusts | | | |
| \$0 | \$2,650 | 10% | 0 | \$0 | \$2,750 | 10% | 0 |
| \$2,650 | \$9,550 | \$265 + 24% | 2,650 | \$2,750 | \$9,850 | \$275 + 24% | 2,750 |
| \$9,550 | \$13,050 | \$1,921 + 35% | 9,550 | \$9,850 | \$13,450 | \$1,979 + 35% | 9,850 |
| \$13,050 | | \$3,146 + 37% | 13,050 | \$13,450 | | \$3,239 + 37% | 13,450 |

Income Taxes

A 3.8% Net Investment Income Tax (NIIT) is assessed on the lesser of (1) Net investment income or (2) the excess of Modified Adjusted Gross Income (MAGI) over the threshold amount. Net Investment income is the sum of gross investment income over properly allocable deductions and includes: Interest, dividends, capital gains, annuities, rents, royalties, and passive activity income. It does not include: Active trade and/or business income, any of the items listed above are derived from an active trade or business, distributions from IRAs or other qualified retirement plan, and income taken into account for self-employment tax purposes. Modified Adjusted Gross Income (MAGI) is the sum of adjusted gross income (i.e. From 1040, Line 37) plus the net foreign income exclusion amount.

Threshold Amounts (Taxpayers should be aware that these threshold amounts are not indexed for inflation.)

| Filing Status | Threshold |
|--|-----------|
| Married Filing Jointly | \$250,000 |
| Married Filing Separately | \$125,000 |
| Single | \$200,000 |
| Head of Household (with qualifying person) | \$200,000 |
| Qualifying Window(er) with Dependent Child | \$250,000 |
| Trust & Estates | \$12,500 |

OTHER TAX RATES

Capital Gains and Qual. Dividends 2022*

| Long-Term Capital Gains Rate | Single Taxpayers | Married Filing Jointly | Head of Household | Married Filing Separately | Qualified-Dividend |
|------------------------------|----------------------|------------------------|----------------------|---------------------------|--------------------|
| 0% | Up to \$41,675 | Up to \$83,350 | Up to \$55,800 | Up to \$41,675 | 0% |
| 15% | \$41,676 - \$459,750 | \$83,351 - \$517,200 | \$55,801 - \$488,500 | \$41,676 - \$258,600 | 15% |
| 20% | Over \$459,750 | Over \$517,200 | Over \$488,500 | Over \$258,600 | 20% |

*Additional 3.8% Medicare tax imposed on net investment income of higher-income taxpayers.

Kiddie Tax Amounts

Under age 19 (or certain full-time students under age 24) with unearned income consisting solely of interest, dividends and CGD.

Unearned Income of 2021 2022

| Unearned Income of | 2021 | 2022 |
|--------------------|-----------------------|---------------|
| \$0 - \$1,150 | Not Taxed | Not Taxed |
| \$1,151 - \$2,200 | Child's rate | Child's rate |
| Over \$2,200 | Trust and estate rate | Parent's rate |

AMT Rates for Individuals

| | • AMTI Threshold • | | AMT RATE |
|---------------------|---------------------|---------------------|----------|
| | 2021 | 2022 | |
| Single, MFJ, or HoH | \$0 - \$199,900 | \$0 - \$206,100 | 26% |
| | More than \$199,900 | More than \$206,100 | 28% |
| MFS | \$0 - \$99,950 | \$0 - \$103,050 | 26% |
| | More than \$99,950 | More than \$103,050 | 28% |

AMTI Exceptions

| | 2021 | 2022 |
|--------|-----------|-----------|
| Single | \$73,600 | \$75,900 |
| MFJ | \$114,600 | \$118,100 |
| MFS | \$57,300 | \$59,050 |

SOCIAL SECURITY

Maximum Compensation Subject to FICA

| | 2021 | 2022 |
|------------------|-----------|-----------|
| OASDI Maximum | \$142,800 | \$147,000 |
| Medicare Maximum | No Limit | No Limit |

OASDI tax rate - 2020 & 2021: 12.4% self-employed, 6.2% employees

Medicare tax rate - 2.9% on income plus an additional 0.9% on amount in excess of the following:

| | |
|-----|-----------|
| MFJ | \$250,000 |
| MFS | \$125,000 |
| HOH | \$200,000 |

Maximum Amount of Earnings to Still Receive Full Benefits

| | 2021 | 2022 |
|---------------------------|----------|----------|
| Under full retirement age | \$18,960 | \$19,560 |

MAGI Amounts for Benefits to be Taxable

| | 50% Taxable | 85% Taxable |
|--------|---------------|---------------|
| MFJ | Over \$32,000 | Over \$44,000 |
| Single | Over \$25,000 | Over \$34,000 |

MILEAGE RATES

| PURPOSE | 2021 | 2022 |
|------------|-------------------|---------------------|
| Business | 56 cents per mile | 58.5 cents per mile |
| Medical | 16 cents per mile | 18 cents per mile |
| Charitable | 14 cents per mile | 14 cents per mile |
| Moving | 16 cents per mile | 18 cents per mile |



DEDUCTIONS & EXEMPTIONS

Standard Deductions

| | | Annual | Add'l Age 65 or Older or Blind |
|---|------|----------|--------------------------------|
| Married Filing Jointly/ Surviving Spouse | 2021 | \$25,100 | \$1,350 |
| | 2022 | \$25,900 | \$1,400 |
| Married Filing Separately | 2021 | \$12,550 | \$1,350 |
| | 2022 | \$12,950 | \$1,400 |
| Head of Household | 2021 | \$18,800 | \$1,700 |
| | 2022 | \$19,400 | \$1,750 |
| Single | 2021 | \$12,550 | \$1,700 |
| | 2022 | \$12,950 | \$1,750 |

Phaseout of Itemized Deductions

No phaseout applies in 2021 & 2022

Personal Exemptions

Personal exemption repealed after 2017

Section 179 Expense

| | 2021 | 2022 |
|-----------------------|-------------|-------------|
| Dollar Limitation | \$1,040,000 | \$1,050,000 |
| Investment Limitation | \$2,590,000 | \$2,620,000 |

ESTATE & GIFT TAXES

| | 2021 | 2022 |
|---------------------------|--------------|--------------|
| Annual Gift Tax Exclusion | \$15,000 | \$16,000 |
| for Noncitizen Spouse | \$159,000 | \$164,000 |
| Estate Tax Exclusion | \$11,700,000 | \$12,060,000 |
| Gift Tax Exclusion | \$11,700,000 | \$12,060,000 |
| GST Tax Exclusion | \$11,700,000 | \$12,060,000 |

CREDITS & EXCLUSIONS

Child Tax Credit

| 2021 | 2022 |
|---------|---------|
| \$3,000 | \$3,000 |

As of this printing, changes were being proposed to the 2022 Child Tax Credit that have not yet been approved.

Foreign Income

| | 2021 | 2022 |
|---------------------------------|-----------|-----------|
| Foreign Earned Income exclusion | \$108,700 | \$112,000 |

CORPORATE TAX RATES

| Taxable Income | Rate |
|----------------|------|
| Flat Rate | 21% |

SECTION 199A DEDUCTION 2022

| | Threshold Amount | Phased-out Amount |
|------------------------------|------------------|-------------------|
| Married filing jointly | \$340,100 | \$440,100 |
| Married filing separately | \$170,050 | \$220,050 |
| Single and Head of Household | \$170,050 | \$220,050 |

IRA'S

CONTRIBUTION LIMITS- TRADITIONAL AND ROTH

| | 2021 | 2022 |
|---------|---------|---------|
| Regular | \$6,000 | \$6,000 |
| Catchup | \$1,000 | \$1,000 |

ROTH IRA'S

MAGI Phaseout Ranges for Contributions to Roth IRAs

| | 2021 | 2022 |
|-------------|-----------------------|-----------------------|
| MFJ | \$198,000 - \$208,000 | \$204,000 - \$214,000 |
| Single, HoH | \$125,000 - \$140,000 | \$129,000 - \$144,000 |
| MFS | \$0 - \$10,000 | \$0 - \$10,000 |

Traditional IRA Deductibility Rules

| Filing Status | Covered by Qualified Retirement Plan? | • Modified AGI • | | Deductibility |
|--|---------------------------------------|---------------------|---------------------|---------------------|
| | | 2021 | 2022 | |
| Single | No | Any Amount | Any Amount | Full Deduction |
| | Yes | \$66,000 or less | \$68,000 or less | Full Deduction |
| | | \$76,000 or more | \$78,000 or more | No Deduction |
| | Neither Spouse | Any Amount | Any Amount | Full Deduction |
| MFJ | Both spouses covered | \$105,000 or less | \$109,000 or less | Full Deduction |
| | | \$125,000 or more | \$129,000 or more | No Deduction |
| | One spouse covered: | \$105,000 or less | \$109,000 or less | Full Deduction |
| | | Non-covered spouse | \$105,001 - 124,999 | \$109,001 - 128,999 |
| | One spouse covered: | \$125,000 or more | \$129,000 or more | No Deduction |
| | | Non-covered spouse | \$198,000 or less | \$204,000 or less |
| Married Filing Single, lived together for any part of the year (if spouse lived separately throughout year, treated as single) | Neither Spouse | \$198,001 - 207,999 | \$204,001 - 213,999 | Partial Deduction |
| | | \$208,000 or more | \$214,000 or more | No Deduction |
| | Both spouses covered | Any Amount | Any Amount | Full Deduction |
| | | \$9,999 or less | \$9,999 or less | Partial Deduction |
| | One spouse covered: | \$10,000 or more | \$10,000 or more | No Deduction |
| | | For covered spouse | \$9,999 or less | \$9,999 or less |
| One spouse covered: | \$10,000 or more | \$10,000 or more | No Deduction | |
| | Non-covered spouse | \$9,999 or less | \$9,999 or less | Partial Deduction |
| Non-covered spouse | \$10,000 or more | \$10,000 or more | No Deduction | |

QUALIFIED PLANS

| | 2021 | 2022 |
|--|-----------|-----------|
| Maximum elective deferral to retirement plans (e.g., 401(k), 403(b)) | \$19,500 | \$20,500 |
| Maximum elective deferral to SIMPLE IRA plans | \$13,500 | \$14,000 |
| Maximum elective deferral to 457 plans of exempt employers | \$19,500 | \$20,500 |
| Limit on annual additions to Keogh plans and SEP-IRAs | \$58,000 | \$61,000 |
| Limit on annual additions to defined contribution plans | \$58,000 | \$61,000 |
| Maximum annual compensation taken into account for contributions | \$290,000 | \$295,000 |
| Annual benefit limit under defined benefit plans | \$230,000 | \$245,000 |
| Threshold amount for definition of highly compensated employee | \$130,000 | \$135,000 |
| Threshold amount for definition of key employee in top-heavy plans | \$185,000 | \$200,000 |

Catch-up Contribution Limits*

| | | |
|--------------------------------------|---------|---------|
| 401(k), 403(b), SARSEP and 457 plans | \$6,500 | \$6,500 |
| SIMPLE plans | \$3,000 | \$3,000 |