

INCOME TAXES

2021			
Taxable Income Is:			
If	But Not		Of the Amount
Over	More Than	The Tax Is	Over
Married Filing Jointly:			
\$0	\$19,900	\$0 + 10%	\$0
19,900	81,050	1,990.00 + 12%	19,900
81,050	172,750	9,328.00 + 22%	81,050
172,750	329,850	29,502.00 + 24%	172,750
329,850	418,850	67,206.00 + 32%	329,850
418,850	628,300	95,686.00 + 35%	418,850
628,300		168,993.50 + 37%	628,300
Married Filing Separately:			
\$0	\$9,950	\$0 + 10%	\$0
9,950	40,525	995.00 + 12%	9,950
40,525	86,375	4,664.00 + 22%	40,525
86,375	164,925	14,751.00 + 24%	86,375
164,925	209,425	33,603.00 + 32%	164,925
209,425	314,150	47,843.00 + 35%	209,425
314,150		84,496.75 + 37%	314,150
Head of Household:			
\$0	\$14,200	\$0 + 10%	\$0
14,200	54,200	1,420.00 + 12%	14,200
54,200	86,350	6,220.00 + 22%	54,200
86,350	164,900	13,293.00 + 24%	86,350
164,900	209,400	32,145.00 + 32%	164,900
209,400	523,600	46,385.00 + 35%	209,400
523,600		156,355.00 + 37%	523,600
Single:			
\$0	\$9,950	\$0 + 10%	\$0
9,950	40,525	995.00 + 12%	9,950
40,525	86,375	4,664.00 + 22%	40,525
86,375	164,925	14,751.00 + 24%	86,375
164,925	209,425	33,603.00 + 32%	164,925
209,425	523,600	47,843.00 + 35%	209,425
523,600		157,804.25 + 37%	523,600
Estates and Trusts:			
\$0	\$2,650	\$0 + 10%	\$0
2,650	9,550	265.00 + 24%	2,650
9,550	13,050	1,921.00 + 35%	9,550
13,050		3,146.00 + 37%	13,050

2022			
Taxable Income Is:			
If	But Not		Of the Amount
Over	More Than	The Tax Is	Over
Married Filing Jointly:			
\$0	\$20,550	\$0 + 10%	\$0
20,550	83,550	2,055.00 + 12%	20,550
83,550	178,150	9,615.00 + 22%	83,550
178,150	340,100	30,427.00 + 24%	178,150
340,100	431,900	69,295.00 + 32%	340,100
431,900	647,850	98,671.00 + 35%	431,900
647,850		174,253.50 + 37%	647,850
Married Filing Separately:			
\$0	\$10,275	\$0 + 10%	\$0
10,275	41,775	1,027.50 + 12%	10,275
41,775	89,075	4,807.50 + 22%	41,775
89,075	170,050	15,213.50 + 24%	89,075
170,050	215,950	34,647.50 + 32%	170,050
215,950	323,925	49,335.50 + 35%	215,950
323,925		87,126.75 + 37%	323,925
Head of Household:			
\$0	\$14,650	\$0 + 10%	\$0
14,650	55,900	1,465.00 + 12%	14,650
55,900	89,050	6,415.00 + 22%	55,900
89,050	170,050	13,708.00 + 24%	89,050
170,050	215,950	33,148.00 + 32%	170,050
215,950	539,900	47,836.00 + 35%	215,950
539,900		161,218.50 + 37%	539,900
Single:			
\$0	\$10,275	\$0 + 10%	\$0
10,275	41,775	1,027.50 + 12%	10,275
41,775	89,075	4,807.50 + 22%	41,775
89,075	170,050	15,213.50 + 24%	89,075
170,050	215,950	34,647.50 + 32%	170,050
215,950	539,900	49,335.50 + 35%	215,950
539,900		162,718.00 + 37%	539,900
Estates and Trusts:			
\$0	\$2,750	\$0 + 10%	\$0
2,750	9,850	275.00 + 24%	2,750
9,850	13,450	1,979.00 + 35%	9,850
13,450		3,239.00 + 37%	13,450

OTHER TAX RATES

Long-Term Capital Gains and Qualified Dividends Tax Rates for Taxpayers with Taxable Income in the Specified Ranges*			
2021	0%	15%	20%
MFJ/SS	\$0 - \$80,800	\$80,801 - \$501,600	over \$501,600
MFS	\$0 - \$40,400	\$40,401 - \$250,800	over \$250,800
HoH	\$0 - \$54,100	\$54,101 - \$473,750	over \$473,750
Single	\$0 - \$40,400	\$40,401 - \$445,850	over \$445,850
E&T	\$0 - \$2,700	\$2,701 - \$13,250	over \$13,250
2022	0%	15%	20%
MFJ/SS	\$0 - \$83,350	\$83,351 - \$517,200	over \$517,200
MFS	\$0 - \$41,675	\$41,676 - \$258,600	over \$258,600
HoH	\$0 - \$55,800	\$55,801 - \$488,500	over \$488,500
Single	\$0 - \$41,675	\$41,676 - \$459,750	over \$459,750
E&T	\$0 - \$2,800	\$2,801 - \$13,700	over \$13,700

* Short-term gain taxed at ordinary rates.

* Additional 3.8% tax imposed on the lesser of the individual's Net Investment Income or the excess of the individual's MAGI over certain thresholds (\$250,000 for married couples filing jointly or surviving spouse, \$125,000 for married couples filing separately, and \$200,000 for all other taxpayers).

Kiddie Tax			
<ul style="list-style-type: none"> Under age 19 (or certain full-time students under age 24) with unearned income consisting solely of interest, dividends and CGD; and child's gross income is less than \$11,000 in 2021 or \$11,500 in 2022 – use Form 8814 with parent's return. If child files own return – use Form 8615 with child's return to calculate tax at parent's 			
	2021	2022	
First	\$1,100	\$1,150	No Tax
Next	\$1,100	\$1,150	Taxed at child's marginal rate
Amount Over	\$2,200	\$2,300	Taxed at parent's marginal rate

AMT Rates for Individuals			
	AMTI Threshold		
	2021	2022	AMT Rate
Single, MFJ, HoH	\$0 - \$199,900	\$0 - \$206,100	26%
	\$199,901 or more	\$206,101 or more	28%
MFS	\$0 - \$99,950	\$0 - \$103,050	26%
	\$99,951 or more	\$103,051 or more	28%
AMT Exemption			
	2021	2022	
Single, HoH	\$73,600	\$75,900	
MFJ, SS	\$114,600	\$118,100	
MFS	\$57,300	\$59,050	

EDUCATION INCENTIVES

Tuition Deduction – “Above-the-line” deduction for qualified tuition and related expenses repealed for tax years after 2020.

Student Loan Interest Deduction – “Above-the-line” deduction up to \$2,500 (2021 and 2022); no time limit on deductibility period; subject to income limitations.

Education Credits – American Opportunity Credit is up to \$2,500 in 2021 and 2022 per student for first four years of higher education expenses paid. Lifetime Learning Credit is 20% of tuition paid up to \$2,000 per return for 2021 and 2022. Both credits are subject to income limitations and cannot be used in conjunction with each other for the same student.

Section 529 Plans (Qualified Tuition Programs) – Distributions used for qualified higher education expenses are income tax free. Contributions are potentially subject to gift tax, but are eligible for the per-donee annual exclusion (\$15,000 for 2021; \$16,000 for 2022). Donor can elect to treat up to \$75,000 of the contribution in 2021 (\$80,000 in 2022) as if it had been made ratably over a 5-year period.

Coverdell Education Savings Accounts (Education IRAs) – Contribution limit is \$2,000 in 2021 and 2022; subject to income limitations.

Maximum Compensation Subject to FICA

	2021	2022
OASDI Maximum	\$142,800	\$147,000
HI Maximum	No Limit	No Limit

- OASDI tax rate – 2021 & 2022: 12.4% self-employed
- HI tax rate* – 2021 & 2022: 2.9% self-employed

* Additional 0.9% tax imposed on employment wages for certain higher-income taxpayers (income of more than \$250,000 for married couples filing jointly or surviving spouse, \$125,000 for married couples filing separately, and \$200,000 for all other taxpayers)

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
Married Filing Jointly	\$32,000	\$44,000
Single, HOH, MFS Living Apart	\$25,000	\$34,000



DEDUCTIONS & EXEMPTIONS

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

Phaseout of Itemized Deductions Does Not Apply in 2021 or 2022
Code Sec. 179 Expense Allowance

	2021	2022
Dollar limitation	\$1,050,000	\$1,080,000
Investment limitation	\$2,620,000	\$2,700,000

Qualified Business Income Deduction Phase-In Thresholds

Taxable Income Phase-In

	2021	2022
MFJ	\$329,800 - \$429,800	\$340,100 - \$440,100
MFS	\$164,925 - \$214,925	\$170,050 - \$220,050
All Others	\$164,900 - \$214,900	\$170,050 - \$220,050

ESTATE & GIFT TAXES

	2021	2022
Annual Gift Tax Exclusion	\$15,000	\$16,000
for Noncitizen Spouses	\$159,000	\$164,000
Estate Tax Exclusion	\$11,700,000	\$12,060,000
Applicable Credit	\$4,625,800	\$4,769,800
Gift Tax Exclusion	\$11,700,000	\$12,060,000
Generation-Skipping Transfer Tax Exemption	\$11,700,000	\$12,060,000

CREDITS & EXCLUSIONS

Child Tax Credit		
	2021	2022
Credit Amount	\$3,000*	\$2,000
Refundable Amount	\$3,000*	\$1,500
*\$3,600 in the case of a child under age 6.		
Additional \$1,000 (or \$1,600, as applicable) amount for 2021 phases out \$50 for every \$1,000 AGI over \$150,000 (MFJ/SS), \$112,500 (HOH), \$75,000 (all others)		
\$2,000 credit amount for 2021 and 2022 phases out \$50 for every \$1,000 AGI over \$400,000 (MFJ), \$200,000 (all others)		
Foreign Income		
	2021	2022
Foreign earned income exclusion	\$108,700	\$112,000
Maximum foreign housing exclusion of qualified housing expenses	\$15,218 (\$32,610 - \$17,392)	\$15,680 (\$33,600 - \$17,920)

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 IRAs	\$13,500	\$14,000
Maximum elective deferral to 457 plans or 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	\$305,000
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

* Individuals who will be at least age 50 by the end of the year can make catch-up contributions.

IRAs

Contribution Limits - Traditional and Roth			
	2021	2022	
Regular	\$6,000	\$6,000	
Catch-up*	\$1,000	\$1,000	
*Individuals who will be at least age 50 by the end of the year can make catch-up contributions.			
Roth IRAs			
MAGI Phaseout Ranges for Contributions to Roth IRAs			
	2021	2022	
Married Filing Jointly	\$198,000 - \$208,000	\$204,000 - \$214,000	
Single, Head of Household	\$125,000 - \$140,000	\$129,000 - \$144,000	
Married Filing Separately	\$0 - \$10,000	\$0 - \$10,000	
Traditional IRA Deductibility Rules			
		Modified AGI	
Filing Covered by Qualified Status Retirement Plan?		2021	2022 Deductibility
Single, HoH	No	Any amount	Any amount Full deduction
	Yes	\$66,000 or less	\$68,000 or less Full deduction
Married Filing Jointly	Neither spouse	\$105,000 or less	\$109,000 or less Full deduction
	Both spouses covered	\$105,001 - \$124,999	\$109,001 - \$128,999 Partial deduction
	One spouse covered: for covered spouse	\$105,001 - \$124,999	\$109,001 - \$128,999 Partial deduction
	One spouse covered: for non-covered spouse	\$198,000 or less	\$204,000 or less Full deduction
Married Filing Separately, lived together for any part of the year (if spouses lived separately throughout year, treated as Single)	Neither spouse	\$9,999 or less	\$9,999 or less Partial deduction
	Both spouses covered	\$10,000 or more	\$10,000 or more No deduction
	One spouse covered: for covered spouse	\$10,000 or more	\$10,000 or more No deduction
	One spouse covered: for non-covered spouse	\$9,999 or less	\$9,999 or less Partial deduction

INDIVIDUAL ESTIMATED TAXES

Individuals can base federal estimated tax payments on:

- 1) 90% of current tax,
- 2) 100% of prior year's tax, or
- 3) 110% of prior year's tax if prior year's AGI is > \$150,000 (> \$75,000 for Married Filing Separately)

• Annualization exception

• No penalty if tax less withholding < \$1,000 or no tax liability in preceding tax year

