

Tax Facts and Figures



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2022 Federal Tax Rate Schedules **Single Taxable Income** 0 to 10,275 10.0% 0.00 Tax × minus 41,775 12.0% 10,276 minus 205.50 Tax 41,776 89,075 22.0% minus 4,383.00 Tax 89,076 to 170,050 × 24.0% minus 6,164.50 Tax 170,051 215,950 32.0% minus 19,768.50 Tax to = 215,951 539,900 35.0% minus 26,247.00 Tax to = 539,901 and over 37.0% minus 37,045.00 Tax MFJ or QW Taxable Income 10.0% 0 to 20,550 minus 0.00 Tax 20,551 83,550 × 12.0% minus 411.00 Tax to = 178,150 22.0% 8,766.00 Tax 83,551 × minus to 340,100 24.0% 12,329.00 Tax 178,151 to × minus 340,101 431,900 32.0% minus 39,537.00 Tax 431,901 647,850 35.0% 52,494.00 Tax to minus 37.0% 65,451.00 647,851 and over minus Tax **MFS Taxable Income** 0 to 10,275 10.0% minus 0.00 Tax 12.0% 10,276 to 41,775 minus 205.50 Tax 41,776 89,075 22.0% 4,383.00 to minus Tax 24.0% 6,164.50 89,076 to 170,050 minus = Tax 170,051 215,950 32.0% minus 19,768.50 Tax to = 323.925 35.0% 26,247.00 215,951 to minus Tax = 323,926 37.0% 32,725.50 and over minus Tax **HOH Taxable Income** 0 to 14.650 10.0% minus 0.00 Tax × = 55,900 12.0% minus 293.00 Tax 14,651 to = 89,050 22.0% Tax 55,901 minus 5,883.00 to 170,050 24.0% 89,051 to minus 7,664.00 Tax 170,051 215,950 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	MFJ\$400,000	
phaseout begins	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

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2022 Standard Mileage Rate Per Mile		2022 Standard Deduction for	
Business		Meals—High Low Method	
Before 7/1	58.5¢	(Per Day)	
After 6/30	62.5¢	High cost localities\$74	
Medical and moving*		All other localities\$64	
Before 7/1	18.0¢	Transportation workers\$69	
After 6/30	22.0¢	Qualified Transportation Benefits	
Charitable	14.0¢	(exclusion from income allowed,	
Depreciation	26.0¢	but no employer deduction)	
Section 179 Expense Limits		Commuter benefits (per month)	
Regular 179 limits	\$1,080,000		
SUV limits	\$27,200	Parking benefits (per month)\$280	
Investment phaseout begins	\$2,700,000		

^{*}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	Roth IRA Phaseout Range	
Under age 50\$20,500	MFJ\$204,000-\$214,000	
Age 50 and over\$27,000	Single, HOH \$129,000 - \$144,000	
IRA Contribution Limits	MFS\$0-\$10,000	
Under age 50\$6,000	SIMPLE Deferral Limits	
Age 50 and over \$7,000	Under age 50\$14,000	
IRA Deduction Phaseout Range if	Age 50 and over\$17,000	
Covered by Employer Plan	Qualified Retirement Plans	
MFJ\$109,000-\$129,000	Profit sharing/SEP limits . 25%/\$61,000	
Single, HOH\$68,000-\$78,000	Defined benefit plan limits \$245,000	
MFS\$0-\$10,000	Compensation limits \$305,000	
Spouse not covered	-	
\$204,000-\$214,000		

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	
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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 lim	it: \$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.

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Taxpayers should seek professional tax advice for more information.

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2022 Tax Rates: Capital Gain and Dividend Income

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lf	income is	Maximum tax rate %	If asset is held
G	ain from the sale of collectibles	28%	More than 1 year
	axable portion of gain on qualified small usiness stock (section 1202 exclusion)	28%	More than 5 years
U	nrecaptured section 1250 gain	25%	More than 1 year
L	ong-term capital gain	See below	More than 1 year
0	ualified 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 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	15%	
	Estates and Trusts \$2,801 to \$13,700 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%	
S	hort-term capital gain	37%	1 year or less
0	rdinary 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, OW: \$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.