

2022 Tax Rates, Schedules, and Contribution Limits

Traditional IRAs

Maximum annual contribution*

- Lesser of compensation or \$6,000
- Catch-up Contributions (age 50+): \$1,000

*Contribution can also be made for nonworking spouse

Traditional IRA Deductibility Table

Filing Status	Covered by Employer's Retirement Plan	Modified AGI 2022	Modified AGI 2021	Deductibility
Single	No	Any amount	Any amount	Full
	Yes	\$68,000 or less	\$66,000 or less	Full
	Yes	\$68,001-\$77,999	\$66,001-\$75,999	Partial
	Yes	\$78,000 or more	\$76,000 or more	None
Married/ Jointly	Neither spouse covered	Any amount	Any amount	Full
Married/ Jointly	Both spouses covered	\$109,000 or less	\$105,000 or less	Full
		\$109,001-\$128,999	\$105,001-\$124,999	Partial
		\$129,000 or more	\$125,000 or more	None
Married/ Jointly	Yes, but spouse is not covered	\$109,000 or less	\$105,000 or less	Full
		\$109,001-\$128,999	\$105,001-\$124,999	Partial
		\$129,000 or more	\$125,000 or more	None
Married/ Jointly	No, but spouse is covered	\$204,000 or less	\$198,000 or less	Full
		\$204,001-\$213,999	\$198,001-\$207,999	Partial
		\$214,000 or more	\$208,000 or more	None

Roth IRAs

Maximum Annual Contribution*

- Lesser of compensation or \$6,000
- Catch-Up Contributions (age 50+): \$1,000
- Deductibility: Contributions are not deductible
- Eligibility: Single filers eligible up to \$125,000 Modified Adjusted Gross Income(MAGI) or married/filing jointly full eligible up to \$198,000 MAGI ; Phaseouts between \$125,000-\$139,999 (single) or \$198,000-\$207,999(married/filing jointly)
- Conversion Eligibility: No income restriction on eligibility for Roth IRA conversion

*Contribution can also be made for nonworking spouse

Social Security

Modified AGI Causing Social Security Benefits to be Taxable

	Up to 50% Taxable	Up to 85% Taxable
Married/ Filing Jointly	\$32,001-\$44,000	> \$44,000
Single	\$25,001-\$34,000	> \$34,000

Maximum Earnings before Social Security Benefits are Reduced

Under full retirement age (\$1 withheld for every \$2 above limit): \$19,560

Full retirement age and over: No limit*

* Interim annual limit of \$51,960 applies for whole months prior to attaining full retirement age during year individual reaches full retirement age (\$1 withheld for every \$3 above limit).

Maximum Compensation Subject to FICA Taxes

Social Security Maximum - \$147,000
Medicare Maximum - no limit

* An additional 0.90% Medicare tax imposed on individuals with wages or self-employment income in excess of \$200,000 (single/qualified widow(er)s) or \$250,000 (married/filing jointly).

Gift/Estate Taxes

Annual gift tax exclusion:

- Individual, \$16,000
- Married electing split gifts, \$32,000
- Combined lifetime gift tax and gross estate tax exemption: \$12,060,000
- GST tax exemption: \$12,060,000

State and Local Tax (SALT) Deduction

Individuals may deduct state and local income (or sales) taxes and real and personal property taxes up to \$10,000 (\$5,000 if married filing separately) in the aggregate.

Employer-Sponsored Retirement Plans

Maximum elective deferral to retirement plans, e.g., 401(k), 403(b)	\$20,500
Catch-up contribution limit for 401(k), 403(b), and certain 457 plans	\$6,500
Maximum elective deferral to SIMPLE plans	\$14,000
Catch-up contribution limit for SIMPLE plans	\$3,000
Maximum elective deferral to 457 plans of government and tax-exempt employers	\$20,500
Limit on annual additions to defined contribution plans	\$61,000
Annual compensation threshold requiring SEP contribution	\$650
Limit on annual additions to SEP plans	\$61,000
Maximum annual compensation considered for contributions	\$305,000
Annual benefit limit under defined benefit plans	\$245,000
Limitation used in definition of highly compensated employee	\$135,000
Health flexible spending account maximum salary reduction contribution	\$2,850

Tax on Capital Gains and Qualified Dividends

Filing Status	Income	Tax Rate*
Single	\$0-\$41,675	0%
	Over \$41,675 but not over \$459,750	15%
	Over \$459,750	20%
Married/ Filing Jointly/ Qualifying Widow(er)	\$0-\$83,350	0%
	Over \$83,350 but not over \$517,200	15%
	Over \$517,200	20%

*Additional 3.8% federal net investment income (NII) tax applies to individuals on the lesser of NII or modified AGI in excess of \$200,000 (single) or \$250,000 (married/filing jointly and qualifying widow(er)s). Also applies to any trust or estate on the lesser of undistributed Nil or AGI in excess of the dollar amount at which the estate/trust pays income taxes at the highest rate (\$13,450).

Health Savings Accounts (HSA) Contribution Limits

Individual: \$3,650

Family: \$7,300

Catch-Up Contribution (Age 55+): \$1,000
(individual & family)

Standard Deductions

Married/Filing Jointly & Qualifying

Widow(er)s: \$25,900

*Additional \$1,400 if age 65+

Single: \$12,950

*Additional \$1,750 if age 65+

Child Tax Credit

- \$2,000 per "qualifying child" (who has not attained age 17 during the year)
 - Phased out as modified AGI exceeds \$400,000 (married/filing jointly) or \$200,000 (all other)
 - \$1,500 per child is refundable
- \$500 nonrefundable credit for qualified dependents other than qualifying children (with some modified AGI phaseouts)

Mortgage Interest Deduction

- Deduction on interest for qualifying mortgages up to \$750,000 (\$375,000 if married/filing separately)
 - Homes under agreement before 12/15/17 for purchase prior to 1/1/18 (provided purchase occurred by 4/1/18) are grandfathered under previous \$1,000,000 (\$500,000 if married/filing separately) limits
- Interest on home equity lines of credit (HELOC) are deductible in certain cases where proceeds are utilized to acquire or improve a residence

Income Tax

	If Taxable Income is Over:	But Not Over:	The Tax is:	Of the Amount Over:
Married/ Filing Jointly and Qualifying Widow(er)s	\$0	\$20,550	\$0.00+10%	\$0
	\$20,550	\$83,550	\$2,055 + 12%	\$20,550
	\$83,550	\$178,150	\$9,615 + 22%	\$83,550
	\$178,150	\$340,100	\$30,427 + 24%	\$178,150
	\$340,100	\$431,900	\$69,295 + 32%	\$340,100
	\$431,900	\$647,850	\$98,671 + 35%	\$431,900
	\$647,850		\$174,253.50 + 37%	\$647,850
Single	\$0	\$10,275	\$0.00 + 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 + 37%	\$539,900
Estates and Trusts	\$0	\$2,750	\$0.00 + 10%	\$0
	\$2,750	\$9,850	\$275 + 24%	\$2,750
	\$9,850	\$13,450	\$1,979 + 35%	\$9,850
	\$13,450		\$3,239 + 37%	\$13,450

This information is general in nature and is not meant as tax or legal advice. Tax laws are subject to change. Please consult your legal or tax advisor.

Source: IRS