

PIMCO

PIMCO EDUCATION

2024 Tax Reference Guide

This popular guide highlights important and timely tax information for the 2024 tax year.



**INDIVIDUAL INVESTORS SHOULD
CONSULT THEIR TAX PROFESSIONAL**

A company of **Allianz** 

Planning for 2024 Taxes

This Tax Reference Guide provides highlights of the current tax law for financial professionals and investors to be aware of throughout the year. Together with a tax professional, financial advisors and investors should closely monitor the overall tax burden and look for planning opportunities to reduce or minimize the impact of taxes annually. Federal tax schedules and tables are included for the various income and asset categories.

The guide is not meant to replace the assistance or advice of a tax professional.

Important Dates

Tuesday, January 16, 2024	4th quarter 2023 estimated tax payment due
Monday, April 1, 2024	Required minimum distribution deadline for those who turned 73 in 2023
Monday, April 15, 2024	1st quarter 2024 estimated tax payment due 2023 tax return due without extension (April 17 for Maine or Massachusetts) Deadline to contribute to traditional or Roth IRA for 2023 Deadline to contribute to SEP IRA for 2023 (unless business return is extended)
Monday, June 17, 2024	2nd quarter 2024 estimated tax payment due
Monday, September 16, 2024	3rd quarter 2024 estimated tax payment due
Tuesday, October 15, 2024	2023 tax return due (with extension) Deadline to contribute to SEP IRA for 2023 (if business return is extended)
Friday, November 29, 2024	Last day to double-up on a position and then sell a substantially identical position for a loss before the end of 2024
Tuesday, December 31, 2024	Required minimum distribution deadline (other than for those who turn 73 in 2024) Deadline to complete tax-deductible charitable contributions for 2024 Deadline for employees to contribute to employer retirement plan
Wednesday, January 15, 2025	4th quarter 2024 estimated tax payment due

The information contained herein is current only as of the date set forth in the guide and neither PIMCO nor its consultants has any obligation to update such information. This presentation is for general and informational purposes only. No PIMCO representative is providing any tax, legal, financial planning, insurance or investment advice to you as part of this material and no recommendation of any particular security, investment or tax strategy or product is being made. Any such advice or recommendation must be received from appropriate tax, legal or financial advisors, wholly independent of this guide. This material has been prepared without taking into account the objectives, financial situation or needs of any specific investors. The information is summary in nature and is not intended to be all inclusive.

As of January 1, 2024

Information provided is current as of the date specified and is subject to change without notice to you.

INCOME**Ordinary Income Tax Rates and Brackets****Single**

Tax rate	If taxable income is	...the tax rate is
10%	\$0-\$11,600	10% of the taxable income
12%	\$11,600-\$47,150	\$1,160 plus 12% of the excess over \$11,600
22%	\$47,150-\$100,525	\$5,426 plus 22% of the excess over \$47,150
24%	\$100,525-\$191,950	\$17,168.50 plus 24% of the excess over \$100,525
32%	\$191,950-\$243,725	\$39,110.50 plus 32% of the excess over \$191,950
35%	\$243,725-\$609,350	\$55,678.50 plus 35% of the excess over \$243,725
37%	\$609,350+	\$183,647.25 plus 37% of the excess over \$609,350

Head of household

Tax rate	If taxable income is	...the tax rate is
10%	\$0-\$16,550	10% of the taxable income
12%	\$16,550-\$63,100	\$1,655 plus 12% of the excess over \$16,550
22%	\$63,100-\$100,500	\$7,241 plus 22% of the excess over \$63,100
24%	\$100,500-\$191,950	\$15,469 plus 24% of the excess over \$100,500
32%	\$191,950-\$243,700	\$37,417 plus 32% of the excess over \$191,950
35%	\$243,700-\$609,350	\$53,977 plus 35% of the excess over \$243,700
37%	\$609,350+	\$181,954.50 plus 37% of the excess over \$609,350

Married, filing jointly

Tax rate	If taxable income is	...the tax rate is
10%	\$0-\$23,200	10% of the taxable income
12%	\$23,200-\$94,300	\$2,320 plus 12% of the excess over \$23,200
22%	\$94,300-\$201,050	\$10,852 plus 22% of the excess over \$94,300
24%	\$201,050-\$383,900	\$34,337 plus 24% of the excess over \$201,050
32%	\$383,900-\$487,450	\$78,221 plus 32% of the excess over \$383,900
35%	\$487,450-\$731,200	\$111,357 plus 35% of the excess over \$487,450
37%	\$731,200+	\$196,669.50 plus 37% of the excess over \$731,200

Married, filing separately

Tax rate	If taxable income is	...the tax rate is
10%	\$0-\$11,600	10% of the taxable income
12%	\$11,600-\$47,150	\$1,160 plus 12% of the excess over \$11,600
22%	\$47,150-\$100,525	\$5,426 plus 22% of the excess over \$47,150
24%	\$100,525-\$191,950	\$17,168.50 plus 24% of the excess over \$100,525
32%	\$191,950-\$243,725	\$39,110.50 plus 32% of the excess over \$191,950
35%	\$243,725-\$365,600	\$55,678.50 plus 35% of the excess over \$243,725
37%	\$365,600+	\$98,334.75 plus 37% of the excess over \$365,600

Source: IRS

Amounts, thresholds and ranges are subject to annual IRS inflation adjustments. Data was obtained from sources believed to be reliable but PIMCO does not guarantee the accuracy or completeness of the content provided. PIMCO undertakes no obligation to update the information and disclaims any warranties or fitness for a particular purpose.

PIMCO does not provide legal or tax advice. Please consult your tax and/or legal counsel for specific tax or legal questions and concerns.

As of January 1, 2024

Information provided is current as of the date specified and is subject to change without notice to you.

INCOME (continued)**Additional Medicare Tax**

An additional 0.9% Medicare care tax is assessed on family earned income above these thresholds.

Filing status	Earned income threshold
Single	\$200,000
Married, filing jointly	\$250,000
Head of household	\$200,000
Married, filing separately	\$125,000

Child Tax Credit

Tax credit for child under age 17	\$2,000
Refundable portion of child credit	\$1,700
Tax credit for other dependents	\$500

	Single	Married, filing jointly
AGI level when credit begins to phaseout	\$200,000	\$400,000

Standard Deduction

Filing status	Standard deduction
Single	\$14,600
Married, filing jointly	\$29,200
Head of household	\$21,900
Married, filing separately	\$14,600

- Additional deduction for age 65+ or blind = \$1,550 (married); \$1,950 (single)
- The standard deduction for dependents is the greater of (a) \$1,300 or (b) the sum of \$450 and the individual's earned income

Alternative Minimum Tax (AMT)

AMT tax rate	Married, filing separately	All others
26%	\$0-\$116,300	\$0-\$232,600
28%	\$116,300+	\$232,600+

Alternative Minimum Tax (AMT) Exemption

Filing status	2024 exemption	2024 AMT exemption phase-out range*
Single	\$85,700	\$609,350-\$952,150
Married, filing jointly	\$133,300	\$1,218,700-\$1,751,900
Head of household	\$85,700	\$609,350-\$952,150
Married, filing separately	\$66,650	\$609,350-\$875,950

*Exemption subject to 25% phase-out once income reaches this range; exemption is fully phased-out at the top of the range

Source: Internal Revenue Service, "Revenue Procedure 2023-34."

Amounts, thresholds and ranges are subject to annual IRS inflation adjustments. Data was obtained from sources believed to be reliable but PIMCO does not guarantee the accuracy or completeness of the content provided. PIMCO undertakes no obligation to update the information and disclaims any warranties or fitness for a particular purpose.

PIMCO does not provide legal or tax advice. Please consult your tax and/or legal counsel for specific tax or legal questions and concerns.

As of January 1, 2024

Information provided is current as of the date specified and is subject to change without notice to you.

INVESTMENT**Capital Gains and Qualified Dividends**

Long-term capital gain rate	Single	Married, filing jointly	Head of household	Married, filing separately
0%	\$0-\$47,025	\$0-\$94,050	\$0-\$63,000	\$0-\$47,025
15%	\$47,025-\$518,900	\$94,050-\$583,750	\$63,000-\$551,350	\$47,025-\$291,850
20%	\$518,900+	\$583,750+	\$551,350+	\$291,850+

Net Investment Income Tax

A 3.8% NIIT is assessed on the lesser of net investment income (e.g., interest, dividends, capital gains, etc.) or Modified AGI above these thresholds.

Filing status	Threshold (modified AGI)
Single	\$200,000
Married, filing jointly	\$250,000
Head of household	\$200,000
Married, filing separately	\$125,000

Gains subject to unique rules	Maximum long-term capital
Collectible gain	28%
Gain on qualified small business stock equal to the section 1202 exclusion	28%
Unrecaptured section 1250 gain	25%

ESTATE**Income Tax Rates for Estates and Trusts**

Tax rate	Estates and Trusts	
	If taxable income is	...the tax rate is
10%	\$0-\$3,100	10% of the taxable income
24%	\$3,100-\$11,150	\$310 plus 24% of the excess over \$3,100
35%	\$11,150-\$15,200	\$2,242 plus 35% of the excess over \$11,150
37%	\$15,200+	\$3,659.50 plus 37% of the excess over \$15,200

Capital gains

0%	\$0-3,150
15%	\$3,150-\$15,450
20%	\$15,450+

Estate and Gift Tax | Generation Skipping Transfer (GST) Tax

Estate tax exclusion/GST exemption	\$13,610,000
Annual gift tax exclusion	\$18,000

CHARITABLE**Deduction Limits for Charitable Gifts**

Property	Public charity deduction	Public charity AGI limit	Private foundation deduction	Private foundation deduction AGI limit
Cash	FMV	60%	FMV	30%
Ordinary income property	Cost basis	50%	Cost basis	30%
Long-term gain property	FMV	30%	FMV	20%
Personal property – same use	FMV	30%	Cost basis	20%
Personal property – not same use	Cost basis	50%	Cost basis	20%

FMV = fair market value

Charitable contributions that are not deductible due to AGI limitations can be carried forward for up to five years.

Consult a tax advisor on the complexities involving charitable contributions between public and private foundations.

Source: IRS

Amounts, thresholds and ranges are subject to annual IRS inflation adjustments. Data was obtained from sources believed to be reliable but PIMCO does not guarantee the accuracy or completeness of the content provided. PIMCO undertakes no obligation to update the information and disclaims any warranties or fitness for a particular purpose.

PIMCO does not provide legal or tax advice. Please consult your tax and/or legal counsel for specific tax or legal questions and concerns.

As of January 1, 2024

Information provided is current as of the date specified and is subject to change without notice to you.

RETIREMENT**Traditional & Roth Individual Retirement Accounts (IRAs)**

Traditional IRA and Roth IRA maximum contribution	\$7,000
Traditional IRA and Roth IRA catch-up contribution*	\$1,000
AGI phaseout range for IRA deduction (married, filing jointly)	\$123,000-\$143,000
AGI phaseout range for IRA deduction (single and head of household)	\$77,000-\$87,000
Roth IRA contribution AGI range (married, filing jointly)	\$230,000-\$240,000
Roth IRA contribution AGI range (single and head of household)	\$146,000-\$161,000

For those not covered by an employer retirement plan but whose spouse is covered by a qualified plan, the IRA deduction is phased out for MAGI between \$230,000-\$240,000 for 2024.

* Catch up contributions are available to taxpayers age 50 and older by 12/31/24

Employer Plan Contribution Limits

401(k), 403(b) regular contribution	\$23,000
Individual 401(k) total contribution (salary deferral + profit sharing)	\$69,000
Catch up contribution for all above plans*	\$7,500
SEP IRA, Money Purchase or Profit Sharing plan contribution	\$69,000
SIMPLE IRA regular contribution	\$16,000
SIMPLE IRA catch-up contribution*	\$3,500
Maximum annual compensation taken into account for contribution	\$34,500
Annual benefit limit under defined benefit plans	\$275,000

* Catch up contributions are available to taxpayers age 50 and older by 12/31/24

HEALTH SAVINGS ACCOUNTS

	Single coverage	Family coverage
Maximum regular contribution	\$4,150	\$8,300
Maximum catch-up contribution*	\$1,000	\$1,000
Minimum insurance policy deductible	\$1,600	\$3,200
Maximum policy out-of-pocket expense	\$8,050	\$16,100

* Catch up contributions are available to taxpayers age 55 and older by 12/31/24

BUSINESS INCOME**Qualified Business Income Phaseout Range**

For some business owners, the QBI deduction may be phased out as the owner's taxable income reaches this range, and may be fully phased out at the top of this range.

Filing status	Taxable income
Married, filing jointly	\$383,900-\$483,900
All others	\$191,950-\$241,950

SOCIAL SECURITY**Social Security Tax**

Maximum earnings subject to Social Security tax (OASDI)	\$168,600
Employee share of Social Security Tax	6.2%

Source: IRS

Amounts, thresholds and ranges are subject to annual IRS inflation adjustments. Data was obtained from sources believed to be reliable but PIMCO does not guarantee the accuracy or completeness of the content provided. PIMCO undertakes no obligation to update the information and disclaims any warranties or fitness for a particular purpose.

PIMCO does not provide legal or tax advice. Please consult your tax and/or legal counsel for specific tax or legal questions and concerns.

PIMCO does not provide legal or tax advice. Please consult your tax and/or legal counsel for specific tax or legal questions and concerns. The discussion herein is general in nature and is provided for informational purposes only. There is no guarantee as to its accuracy or completeness. Any tax statements contained herein are not intended or written to be used, and cannot be relied upon or used for the purpose of avoiding penalties imposed by the Internal Revenue Service or state and local tax authorities. Individuals should consult their own legal and tax counsel as to matters discussed herein and before entering into any estate planning, trust, investment, retirement, or insurance arrangement.

PIMCO as a general matter provides services to qualified institutions, financial intermediaries and institutional investors. Individual investors should contact their own financial professional to determine the most appropriate investment options for their financial situation. This material contains the current opinions of the manager and such opinions are subject to change without notice. This material has been distributed for informational purposes only and should not be considered as investment advice or a recommendation of any particular security, strategy or investment product. Information contained herein has been obtained from sources believed to be reliable, but not guaranteed. No part of this material may be reproduced in any form, or referred to in any other publication, without express written permission. PIMCO is a trademark of Allianz Asset Management of America LLC in the United States and throughout the world. **Pacific Investment Management Company LLC**, 650 Newport Center Drive, Newport Beach, CA 92660 | 800.387.4626 ©2023, PIMCO



pimco.com/advisoreducation