

# **Tax Facts and Figures**

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2	022 Fe	deı	al Tax F	Rat	e Sche	edules				
Si	ingle Tax	able	Income							
\$	0	to	10,275	×	10.0%	minus	\$	0.00	=	Tax
	10,276	to	41,775	×	12.0%	minus		205.50	=	Tax
	41,776	to	89,075	×	22.0%	minus		4,383.00	=	Tax
	89,076	to	170,050	×	24.0%	minus		6,164.50	=	Tax
	170,051	to	215,950	×	32.0%	minus	1	9,768.50	=	Tax
	215,951	to	539,900	×	35.0%	minus	2	26,247.00	=	Tax
	539,901	and	d over	×	37.0%	minus	3	37,045.00	=	Tax
M	IFJ or QW	/ Tax	able Inco	ne						
\$	0	to	20,550	×	10.0%	minus	\$	0.00	=	Tax
	20,551	to	83,550	×	12.0%	minus		411.00	=	Tax
	83,551	to	178,150	×	22.0%	minus		8,766.00	=	Tax
	178,151	to	340,100	×	24.0%	minus	1	2,329.00	=	Tax
	340,101	to	431,900	×	32.0%	minus	3	39,537.00	=	Tax
	431,901	to	647,850	×	35.0%	minus	5	2,494.00	=	Tax
	647,851	and	d over	×	37.0%	minus	6	55,451.00	=	Tax
M	MFS Taxable Income									
\$	0	to	10,275	×	10.0%	minus	\$	0.00	=	Tax
	10,276	to	41,775	×	12.0%	minus		205.50	=	Tax
	41,776	to	89,075	×	22.0%	minus		4,383.00	=	Tax
	89,076	to	170,050	×	24.0%	minus		6,164.50	=	Tax
	170,051	to	215,950	×	32.0%	minus	1	9,768.50	=	Tax
	215,951	to	323,925	×	35.0%	minus	2	26,247.00	=	Tax
	323,926	and	d over	×	37.0%	minus	3	32,725.50	=	Tax
Н	OH Taxab	ole In	come							
\$	0	to	14,650	×	10.0%	minus	\$	0.00	=	Tax
	14,651	to	55,900	×	12.0%	minus		293.00	=	Tax
	55,901	to	89,050	×	22.0%	minus		5,883.00	=	Tax
	89,051	to	170,050	×	24.0%	minus		7,664.00	=	Tax
	170,051	to	215,950	×	32.0%	minus	2	21,268.00	=	Tax
	215,951	to	539,900	×	35.0%	minus	2	27,746.50	=	Tax
	539,901	and	d over	×	37.0%	minus	3	88,544.50	=	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

#### 2022 Standard Deduction

 The basic standard deduction for 2022 is:
 \$12,950

 Single or MFS
 \$25,900

 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 lax Credit	\$2,000 per qualifying child.
	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

<sup>\*</sup>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	

<sup>\*</sup>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

American Opportunity Credit	Education Savings Account (ESA)	
MFJ phaseout \$160,000-\$180,000	MFJ phaseout\$190,000-\$220,000	
Single, HOH	All others \$95,000-\$110,000	
phaseout \$80,000–\$90,000	Annual contribution limit: \$2,000 per beneficiary	
Maximum credit: \$2,500 per student	Student Loan Interest Deduction	
Up to 40% (\$1,000) may be refundable	MFJ phaseout\$145,000–\$175,000	
Lifetime Learning Credit	Single, HOH phaseout \$70,000-\$85,000	
MFJ phaseout \$160,000-\$180,000	Maximum deduction: \$2,500 per return	
Single, HOH	U.S. Savings Bonds Interest Exclusion	
phaseout\$80,000-\$90,000	MFJ phaseout\$128,650-\$158,650	
Maximum credit: \$2,000 per return	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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#### 2022 Tax Rates: Capital Gain and Dividend Income

Maximum	
tax rate %	If asset is held
28%	More than 1 year
28%	More than 5 years
25%	More than 1 year
See below	More than 1 year
See below	More than 60 days
15%	
20%	
37%	1 year or less
37%	60 days or less
	28% 28% 28% 25% See below 0%  15%  20%

#### 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, QW: \$170,050
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### **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.