

## Federal Income Taxes

### MARRIED FILING JOINTLY & SURVIVING SPOUSES

Taxable Income	Tax rate
\$0 — \$20,500	10.0%
\$20,501 — \$83,550	12.0%
\$83,551 — \$178,150	22.0%
\$178,151 — \$340,100	24.0%
\$340,101 — \$431,900	32.0%
\$431,901 — \$647,850	35.0%
Over \$647,850	37.0%

### SINGLE FILERS

Taxable Income	Tax rate
\$0 — \$10,275	10.0%
\$10,276 — \$41,775	12.0%
\$41,776 — \$89,075	22.0%
\$89,076 — \$170,050	24.0%
\$170,051 — \$215,950	32.0%
\$215,951 — \$539,900	35.0%
Over \$539,900	37.0%

### HEAD OF HOUSEHOLD

Taxable Income	Tax rate
\$0 — \$14,650	10.0%
\$14,651 — \$55,900	12.0%
\$55,901 — \$89,050	22.0%
\$89,051 — \$170,050	24.0%
\$170,051 — \$215,950	32.0%
\$215,951 — \$539,900	35.0%
Over \$539,900	37.0%

### MARRIED FILING SEPARATELY

Taxable Income	Tax rate
\$0 — \$10,275	10.0%
\$10,276 — \$41,775	12.0%
\$41,776 — \$89,075	22.0%
\$89,076 — \$170,050	24.0%
\$170,051 — \$215,950	32.0%
\$215,951 — \$323,925	35.0%
Over \$323,925	37.0%

### TRUSTS AND ESTATES

Taxable Income	Tax rate
\$0 — \$2,750	10.0%
\$2,751 — \$9,850	24.0%
\$9,851 — \$13,450	35.0%
Over \$13,450	37.0%

## Standard Deductions

	2021	2022
Single	\$12,550	\$12,950
Married Filing Jointly	\$25,100	\$25,900
Married Filing Separately	\$12,550	\$12,950
Head of Household	\$18,800	\$19,400
Dependent*	\$1,100	\$1,150

\*Dependent standard deduction is the greater of \$1,150 or \$400 plus earned income

### Additional deduction for blind or aged (65+)

Single or Head of Household	\$1,750
Married Filing Jointly or Separately	\$1,400

## Capital Gains & Dividends

### 2022 CAPITAL GAINS TAX RATES

Filing status	0%	15% Min. Income	20% Min. Income
Single	\$0 — \$41,675	\$41,675 — \$459,750	More than \$459,750
Married Filing Jointly	\$0 — \$83,350	\$83,351 — \$517,200	More than \$517,200
Head of Household	\$0 — \$55,800	\$55,801 — \$488,500	More than \$488,500

### NET INVESTMENT INCOME TAX (MAGI THRESHOLDS)

3.8% surtax applied to lower of Net Investment Income or MAGI over threshold

Filing Status:	MAGI	Rate:
Single / Head of Household	\$200,000+	3.8%
Married Filing Jointly/Separately	\$250,000+ / \$125,000+	3.8%
Trusts & Estates	\$12,950	3.8%

## Gift & Estate Tax

	2021	2022
Annual gift tax exclusion	\$15,000	\$16,000
Unified credit exemption	\$12,060,000	\$11,700,000
Gift to non-citizen spouse	\$159,000	\$164,000
Highest estate tax bracket	%40	%40
States with Separate Estate Tax	CT, DC, HI, IL, MA, MD, ME, MN, NY, OR, RI, VT, WA	
States with Inheritance Tax	IA, KY, MD, NE, NJ, PA	
Community Property States	AK*, AZ, CA, ID, LA, NM, NV, TX, WA, WI	

\*Opt-in community property state

## Traditional IRA & Roth IRA

	2021	2022
<b>IRA-ROTH IRA CONTRIBUTION LIMIT</b>		
Contribution limit	\$6,000	\$6,000
50+ Catch-up	\$1,000	\$1,000

### TRADITIONAL IRA DEDUCTIBILITY PHASE-OUT BASED ON MAGI

#### Participants in employer plans

Married Filing Jointly	\$105,000 — \$125,000	\$109,000 — \$129,000
Married Filing Separately	\$0 — \$10,000	\$0 — \$10,000
All Others	\$66,000 — \$76,000	\$68,000 — \$78,000
Non-Participant	\$198,000 — \$208,000	\$204,000 — \$214,000
Married to a Participant		

Neither a Spouse or a Participant	Fully Deductible	Fully Deductible
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### ROTH IRA PHASE-OUT BASED ON MAGI

Married Filing Jointly	\$198,000 — \$208,000	\$204,000 — \$214,000
Married Filing Separately	\$0 — \$10,000	\$0 — \$10,000
All Others	\$125,000 — \$140,000	\$129,000 — \$144,000

## Qualified Plans

	2021	2022
401K, 403(b), 457(b) salary deferral	\$19,500	\$20,500
50+ Catch-up	\$6,500	\$6,500
SIMPLE salary deferral	\$13,500	\$14,000
50+ Catch-up	\$3,000	\$3,000
Maximum annual additions in a defined contribution plan	\$57,000	\$61,000
Maximum annual benefit in defined benefit plan	\$230,000	\$245,000
Maximum compensation considered	\$290,000	\$305,000
Highly compensated employee	\$130,000	\$135,000
Maximum QLAC	\$135,000	\$135,000

Special catch-up rules applies to certain 403(b) contributors with 15 or more years of service and governmental 457(b) participants in the last 3 years before retirement.

## Maximum Deduction / Student Loan Interest

The maximum deduction for student loan interest is \$2,500. The deduction is phased out as follows:

	2021	2022
Phase-out on single return	\$70,000 — \$85,000	\$70,000 — \$85,000
Phase-out on joint return	\$140,000 — \$170,000	\$145,000 — \$175,000

## Education Incentives

### 2022

#### Phase-Outs for American Opportunity Credit/ Hope Scholarship Credit

Married Filing Jointly	\$160,000 — \$180,000
Others	\$80,000 — \$90,000

#### Phase-Outs for Lifetime Learning Credits

Married Filing Jointly	\$160,000 — \$180,000
Others	\$80,000 — \$90,000

#### Phase-Outs for Exclusion of U.S. Savings Bond Income

Married Filing Jointly	\$128,650 — \$158,650
Others	\$85,800 — \$100,800

#### 529 Plan Contributions

\$16,000 per year per child	
Accelerate 5 years of gifting into	
- 1 year per individual	\$80,000
- per couple	\$160,000

## Business Income Taxes

### C CORPORATIONS

Taxable Net Income 21% Tax Rate

### S CORPORATIONS and LLCs

Taxable K-1 Pass-Through Income Individual Tax Rates

\*\*"Qualified Business Income" is eligible for a 20% K-1 deduction (i.e. 37% bracket = 29.6% net marginal rate).

\*Generally, "Specified Service Businesses" are NOT eligible for a 20% K-1 deduction unless entire taxable income (including K-1 pass-through profits) falls below certain thresholds.



# 2022 TAX REFERENCE GUIDE

In Time All Good Things Come™

## Social Security

	2021	2022
<b>TAXABLE WAGE BASE</b>		
Social Security (OASDI)	\$142,800	\$147,000
Medicare (HI only)	No Limit	No Limit
<b>RETIREMENT EARNING TEST</b>		
Under full retirement age	\$18,960/yr (\$1,580/mo)	\$19,560/yr (\$1,630/mo)
Note: One dollar in benefits will be withheld for every \$2 in earnings above the limit.		
Year reaching full retirement age	\$50,520/yr (\$4,187/mo)	\$51,960/yr (\$4,330/mo)
Note: Applies only to earnings for months prior to attaining full retirement age. One dollar in benefits will be withheld for every \$3 in earnings above the limit.		

## TAXABILITY OF BENEFITS

(Based on Provisional Income and Filing Status)

	INDIVIDUAL	MARRIED FILING JOINTLY
Not Taxable	Less than \$25,000	Less than \$32,000
Up to 50% taxable	\$25,000-\$34,000	\$32,000-\$44,000
Up to 85% taxable	Greater than \$34,000	Greater than \$44,000
Married Filing Separately		
Up to 85% of benefits are taxable		

Provisional Income - Adjusted Gross Income + Nontaxable Income + 1/2 Special Security Benefits

## AGE TO RECEIVE FULL BENEFITS

Year of Birth	Full Retirement Age	% Reduced at Age 62
1943-1954	66	25.00%
1955	66 & 2 months	25.83%
1956	66 & 4 months	26.67%
1957	66 & 6 months	27.50%
1958	66 & 8 months	28.33%
1959	66 & 10 months	29.17%
1960 & Later	67	30.00%

## DELAYED RETIREMENT CREDITS

Year of Birth	Yearly Rate of Increase
1943 or later	8.0%

Accrues when you reach full retirement age until you start receiving benefits or reach age 70.

## FICA Tax Rates

	Self-Employed	Employee
OASDI (Social Security)	12.4%	6.2%
HI (Medicare)	2.9%	1.45%
Additional Medicare Tax*	0.9%	0.9%
*Beginning in 2013, the additional Medicare tax applied to wages and self-employment income above the following thresholds:		
<b>Filing Status:</b>	<b>Wages or Self-Employment Income above the MAGI threshold:</b>	
Married-Jointly	>\$250,000	
Married Separately	>\$125,000	
Others	>\$200,000	

## Long Term Care Insurance

### MAX QUALIFIED LTC PREMIUM ELIGIBLE FOR DEDUCTIONS: S Corp Owners - LLC Owners

Age	40 or less	41-50	51-60	61-70	over 70
2021	\$450	\$850	\$1,690	\$4,520	\$5,640
2022	\$450	\$850	\$1,690	\$4,510	\$5,640

Qualified LTC contract per diem limit: \$390 (\$400 in 2021)

## Child Tax Credits

	2021	2022
Age of Child	Children age 17 and under can qualify for the credit	Children age 16 and under can qualify for the credit
Credit Amount	\$3,000 per child and \$3,600 for children under the age of 6	\$2,000 per child
Refund Amount	Fully refundable	Up to \$1,400 per child is refundable
Income	No income requirement, you can have zero income and still qualify for the full credit amount per child	You must have earned income more than \$2,500 to qualify for the refundable part of the credit
Advance Payments	Periodic advance payments between July to December 2021	No advance payments
Phase Out Rate	The CTC amount will start to decrease at \$75,000 for single filers (\$150,000 for married couples and \$112,500 for heads of households)	The CTC amount will start to decrease at \$200,000 for single filers and heads of households (\$400,000 for married couples)

## Health Savings Accounts

	2021	2022
<b>CONTRIBUTION LIMITS</b>		
Single / Family	\$3,600/\$7,200	\$3,650/\$7,300
Age 55+ Catch-up	\$1,000	\$1,000
<b>HIGH DEDUCTIBLE HEALTH PLANS</b>		
Minimum Deductible	\$1,400/\$2,800	\$1,400/\$2,800
Single / Family		
Maximum out of pocket	\$7,000/\$14,000	\$7,050/\$14,100
Single / Family		

## Standard Mileage Rates

	2021	2022
Business Purposes	56¢	58.5¢
Medical Purposes	16¢	18¢
Charitable Purposes	14¢	14¢
Moving Purposes	16¢	16¢

## Alternative Minimum Tax (AMT)

	Max. exemption amount threshold	Exemption phase out threshold
Single/ Head of Household	\$75,900	\$539,900
Married Filing Jointly	\$118,100	\$1,079,800
Married Filing Separately	\$59,050	\$539,900
26% rate applies to AMT income up to \$206,100*		
28% rate applies to AMT income up to \$206,100*		
* \$103,050 if marries filing separately.		

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