# 相 Buckingham 

## 2022 Tax Guide

## INCOME TAXES

## Single Filers

| Tax <br> Rate | Taxable <br> Income Bracket |  |
| :--- | :--- | ---: |
| $10 \%$ | $\$ 0$ to $\$ 10,275$ | Tax Owed |
| $12 \%$ | $\$ 10,276$ to $\$ 41,775$ | $\$ 1,027.50$ plus $12 \%$ of the amount over $\$ 10,275$ |
| $22 \%$ | $\$ 41,776$ to $\$ 89,075$ | $\$ 4,807.50$ plus $22 \%$ of the amount over $\$ 41,775$ |
| $24 \%$ | $\$ 89,076$ to $\$ 170,050$ | $\$ 15,213.50$ plus $24 \%$ of the amount over $\$ 89,075$ |
| $32 \%$ | $\$ 170,051$ to $\$ 215,950$ | $\$ 34,647.50$ plus $32 \%$ of the amount over $\$ 170,050$ |
| $35 \%$ | $\$ 215,951$ to $\$ 539,900$ | $\$ 49,335.50$ plus $35 \%$ of the amount over $\$ 215,950$ |
| $37 \%$ | $\$ 539,901$ or more | $\$ 162,718$ plus $37 \%$ of the amount over $\$ 539,900$ |

## Head of Household

| Tax <br> Rate | Taxable <br> Income Bracket | Tax Owed |
| :--- | :--- | ---: |
| $10 \%$ | $\$ 0$ to $\$ 14,650$ |  |
| $12 \%$ | $\$ 14,651$ to $\$ 55,900$ | $\$ 1,465$ plus $12 \%$ of the amount over $\$ 14,650$ |
| $22 \%$ | $\$ 55,901$ to $\$ 89,050$ | $\$ 6,415$ plus $22 \%$ of the amount over $\$ 55,900$ |
| $24 \%$ | $\$ 89,051$ to $\$ 170,050$ | $\$ 13,708$ plus $24 \%$ of the amount over $\$ 89,050$ |
| $32 \%$ | $\$ 170,051$ to $\$ 215,950$ | $\$ 33,148$ plus $32 \%$ of the amount over $\$ 170,050$ |
| $35 \%$ | $\$ 215,951$ to $\$ 539,900$ | $\$ 47,836$ plus $35 \%$ of the amount over $\$ 215,950$ |
| $37 \%$ | $\$ 539,901$ or more | $\$ 161,218.50$ plus $37 \%$ of the amount over $\$ 539,900$ |

## STANDARD DEDUCTIONS

| Single | $\$ 12,950$ |
| :--- | ---: |
| Married Filing Jointly | $\$ 25,900$ |
| Married Filing Separately | $\$ 12,950$ |
| Head of Household | $\$ 19,400$ |
| Additional (age 65/older or blind) |  |
| Single or Head of Household | $\$ 1,750$ |
| Married | $\$ 1,400$ |
|  | $\$ 6,000$ |
| IRAs | $\$ 1,000$ |
| IRA maximum contribution limit |  |
| IRA age 50+ catch-up contribution |  |
| Phase-out range for contributions to Roth IRAs (MAGI) |  |
| Single/Head of Household | $\$ 129,000$ to $\$ 144,000$ |
| Married Filing Jointly | $\$ 204,000$ to $\$ 214,000$ |
| Married Filing Separately | $\$ 10,000$ |

Phase-out range for deductible contributions to traditional IRAs (MAGI)

## Single

$\$ 68,000$ to $\$ 78,000$
Married Filing Jointly
(contribution to active-participant's IRA)
\$109,000 to \$129,000
Married Filing Jointly
(contribution to non-active-participant's IRA)
\$204,000 to \$214,000
Married Filing Separately
$\$ 0$ to $\$ 10,000$

## Married Filing Jointly

| Tax <br> Rate | Taxable <br> Income Bracket |  |
| :--- | :--- | ---: |
| $10 \%$ | $\$ 0$ to $\$ 20,500$ | Tax Owed |
| $12 \%$ | $\$ 20,550$ to $\$ 83,550$ | $\$ 2,055$ plus $12 \%$ of the amount over $\$ 20,550$ |
| $22 \%$ | $\$ 83,551$ to $\$ 178,150$ | $\$ 9,615$ plus $22 \%$ of the amount over $\$ 83,550$ |
| $24 \%$ | $\$ 178,151$ to $\$ 340,100$ | $\$ 30,427$ plus $24 \%$ of the amount over $\$ 178,150$ |
| $32 \%$ | $\$ 340,101$ to $\$ 431,900$ | $\$ 69,295$ plus $32 \%$ of the amount over $\$ 340,100$ |
| $35 \%$ | $\$ 431,901$ to $\$ 647,850$ | $\$ 98,671$ plus $35 \%$ of the amount over $\$ 431,900$ |
| $37 \%$ | $\$ 647,851$ or more | $\$ 174,253.50$ plus $37 \%$ of the amount over $\$ 647,850$ |

## Married Filing Separately

| Tax <br> Rate | Taxable <br> Income Bracket | Tax Owed |
| :--- | :--- | ---: |
| $10 \%$ | $\$ 0$ to $\$ 10,275$ | $\$ 1,027.50$ plus $12 \%$ of the amount over $\$ 10,275$ |
| $12 \%$ | $\$ 10,276$ to $\$ 41,775$ | $\$ 4,807.50$ plus $22 \%$ of the amount over $\$ 41,775$ |
| $22 \%$ | $\$ 41,776$ to $\$ 89,075$ | $\$ 15,213.50$ plus $24 \%$ of the amount over $\$ 89,075$ |
| $24 \%$ | $\$ 89,076$ to $\$ 170,050$ | $\$ 34,647.50$ plus $32 \%$ of the amount over $\$ 170,050$ |
| $32 \%$ | $\$ 170,051$ to $\$ 215,950$ | $\$ 49,335.50$ plus $35 \%$ of the amount over $\$ 215,950$ |
| $35 \%$ | $\$ 215,951$ to $\$ 323,925$ | $\$ 87,126.75$ plus $37 \%$ of the amount over $\$ 323,925$ |

## HEALTH SAVINGS ACCOUNTS (HSAs 2022)

| HSA contribution limit (employer + employee) |  |
| :--- | ---: |
| Self-only | $\$ 3,650$ |
| Family | $\$ 7,300$ |
| Catch-up contributions (age 55+) | $\$ 1,000$ |
| HDHP minimum deductibles | $\$ 1,400$ |
| Self-only | $\$ 2,800$ |
| Family |  |
| HDHP maximum out-of-pocket amounts | $\$ 7,050$ |
| Self-only | $\$ 14,100$ |

## HEALTH FSA (INCLUDING LIMITED PURPOSE FSA) ACCOUNT LIMITS

Maximum contribution ..... \$2,850
Maximum rollover amount
*Under the Consolidated Appropriations Act of 2021, employers were permitted (but not required) to allow employees to carry over all unused funds from 2021 to 2022.

## EDUCATION TAX BENEFITS - MAGI PHASE OUTS

|  | Married <br> Single | Filing Jointly |
| :--- | ---: | ---: |
| American Opportunity Tax Credit | $\$ 80,000$ to $\$ 90,000$ | $\$ 160,000$ to $\$ 180,000$ |
| Lifetime Learning Tax Credit | $\$ 80,000$ to $\$ 90,000$ | $\$ 160,000$ to $\$ 180,000$ |
| Student Loan Interest Deduction | $\$ 70,000$ to $\$ 85,000$ | $\$ 145,000$ to $\$ 175,000$ |
| Education Savings Bond Program | $\$ 85,800$ to $\$ 100,800$ | $\$ 128,650$ to $\$ 158,650$ |
| Coverdell ESA (Contributions) | $\$ 95,000$ to $\$ 110,000$ | $\$ 190,000$ to $\$ 220,000$ |

## QUALIFIED PLANS

| Maximum elective deferral to retirement plans |  |
| :--- | ---: |
| $401(\mathrm{k}), 403(\mathrm{~b})$, \& 457 | $\$ 20,500$ |
| Catch-up contribution (age 50+) | $\$ 6,500$ |
| Section 415 limit for: |  |
| Defined Contribution Plans | $\$ 61,000$ |
| Defined Benefit Plans | $\$ 135,000$ |
| Highly compensated employees | $\$ 305,000$ |
| Annual includable compensation limit | $\$ 14,000$ |
| SIMPLE IRA | $\$ 3,000$ |

## SOCIAL SECURITY

| FICA - Taxable Wage Base | $\$ 147,000$ |
| :--- | :--- |
| Medicare $1.45 \%$ | No Limit |


| Annual earned income limit |  |
| :--- | :---: |
| Before Full Retirement Age (lose \$1 for every \$2 earnings above limit) | $\$ 19,560$ |
| Year of Full Retirement Age (lose \$1 for every \$3 earnings above limit) | $\$ 51,960$ |
| After Full Retirement Age | No Limit |

## 2022 ALTERNATIVE MINIMUM TAX EXEMPTION PHASE-OUT THRESHOLDS

| Filing Status | Threshold |
| :--- | :--- |
| Unmarried Individuals | $\$ 539,900$ |
| Married Filing Jointly | $\$ 1,079,800$ |

## DEPENDENT CARE FSA CONTIBUTION LIMITS

| Family | $\$ 5,000$ |
| :--- | :--- |
| Married Filing Separately | $\$ 2,500$ |

CHILD TAX CREDIT PHASE-OUTS

|  |  | Amount: <br> Under Age 17 |
| :--- | ---: | ---: |
| Individuals Status | $\$ 200,000$ | $\$ 2,000$ |
| Head of Household | $\$ 200,000$ | $\$ 2,000$ |
| Married | $\$ 400,000$ | $\$ 2,000$ |

## QUALIFIED BUSINESS INCOME (QBI) DEDUCTION

| Single/HOH/MFS | $\$ 170,050-\$ 220,050$ |
| :--- | :--- |
| Married Filing Jointly | $\$ 340,100-\$ 440,100$ |

## CHARITABLE CONTRIBUTION LIMITS

Charitable
Contribution Limits: Percent of Taxpayer's AGI Limit:

| Property Type | Value | Public Charity | PNOF |
| :--- | :--- | :---: | :---: |
| Cash | FMV | $60 \%$ | $30 \%$ |
| Ordinary Income Property | Lesser of FMV or basis | $50 \%$ | $30 \%$ |
| Long-Term Capital Gain Property |  |  |  |
| - Intangible (stocks) | FMV or basis | $30 \%$ if FMV <br> $50 \%$ if basis | $20 \%$ |
| - Tangible (related use) | FMV or basis | $30 \%$ if FMV <br> - Tangible (unrelated use) | Lesser of FMV or basis |

## LONG-TERM CAPITAL GAINS TAX RATES

|  | Taxable Income |  |  |
| :--- | :---: | :---: | :---: |
| Filing Status | 0\% RATE | 15\% RATE | 20\% RATE |
| Single | Up to \$41,675 | $\$ 41,676-\$ 459,750$ | Over \$459,750 |
| Married Filing Jointly | Up to \$83,350 | $\$ 83,351-\$ 517,200$ | Over $\$ 517,200$ |
| Married Filing Separately | Up to \$41,675 | $\$ 41,676-\$ 258,600$ | Over \$258,600 |
| Head of Household | Up to \$55,800 | $\$ 55,801-\$ 488,500$ | Over \$488,500 |

3.8\% NET INVESTMENT INCOME TAX (MAGI)

| Married Filing Jointly | $\$ 250,000$ |
| :--- | :--- |
| Single | $\$ 200,000$ |
| Married Filing Separately | $\$ 125,000$ |

0.9\% ADDITIONAL MEDICARE TAX (EARNINGS)

| Married Filing Jointly | $\$ 250,000$ |
| :--- | :--- |
| Single | $\$ 200,000$ |
| Married Filing Separately | $\$ 125,000$ |

## MAXIMUM DEDUCTION FOR STATE AND LOCAL TAXES (SALT)

Married Filing Jointly \$10,000

Single \$10,000
Married Filing Separately \$5,000

