

ESSENTIAL

FINANCIAL
FIGURES

KEY INFORMATION AND FINANCIAL DATA FOR 2022

| Important Dates & Deadlines | |
|-----------------------------|--|
| DATE | IMPORTANCE |
| APR 15 | Deadline to establish a 2021 SEP plan. ¹ |
| APR 18* | *"Tax Day"—deadline to file Form 1040 or request extension. ^{*,2} |
| APR 18 | 2021 contribution deadline for Roth IRAs, traditional IRAs. ³ |
| APR 18* | 2021 contribution deadline for Health Savings Accounts (HSAs). ³ |
| APR 18 | 2021 contribution deadline for Solo 401(k)s, SEPs, Keoghs. ³ |
| APR 18 | Deadline to correct excess IRA and/or qualified plan contributions. ³ |
| APR 18 | First installment of estimated taxes due for 2022. ³ |
| JUN 15 | Second installment of estimated taxes due for 2022. ² |
| SEP 15 | Third installment of estimated taxes due for 2022. ² |
| OCT 17 | Deadline to file Form 1040 for those who requested extension. ³ |
| OCT 17 | Deadline to recharacterize ineligible IRA contributions made for TY 2021. ³ |
| DEC 31 | Deadline for IRA/qualified plan RMDs. ³ |
| DEC 31 | 2022 employee contribution deadline for 401(k) plans. ³ |
| DEC 31 | Deadline to settle a capital loss or gain transaction. ⁴ |
| DEC 31 | Deadline to establish/fund a 2021 Solo 401(k). ⁵ |

*Deadline is Apr 19 in Maine and Massachusetts.

| Federal Income Tax Brackets & Rates ⁶ | | | |
|--|-----------------------|-----------------------|-----------------------|
| RATE | SINGLE | MARRIED JOINT | HEAD OF HOUSEHOLD |
| 10% | \$0 - \$10,275 | \$0 - \$20,550 | \$0 - \$14,650 |
| 12% | \$10,276 - \$41,775 | \$10,551 - \$83,550 | \$14,651 - \$55,900 |
| 22% | \$41,776 - \$89,075 | \$83,551 - \$178,150 | \$55,901 - \$89,050 |
| 24% | \$89,076 - \$170,050 | \$178,151 - \$340,100 | \$89,051 - \$170,050 |
| 32% | \$170,051 - \$215,950 | \$340,101 - \$431,900 | \$170,051 - \$215,950 |
| 35% | \$215,951 - \$539,900 | \$431,901 - \$647,850 | \$215,951 - \$539,900 |
| 37% | \$539,901 and up | \$647,851 and up | \$539,901 and up |

| Standard Deductions ⁷ | |
|----------------------------------|--------------------|
| FILING STATUS | STANDARD DEDUCTION |
| Single | \$12,950 |
| Head of Household | \$19,400 |
| Married Filing Jointly | \$25,900 |

ADDITIONAL DEDUCTIONS: If you are age 65 or older or blind, you can claim an additional standard deduction of \$1,750 this year if single, \$1,400 if married.

| Alternative Minimum Tax Exemptions ⁷ | | | |
|---|------------------|--------------------------------|--------------------------------------|
| FILING STATUS | EXEMPTION AMOUNT | EXEMPTION AMOUNT PHASES OUT AT | 28% TAX RULE APPLIES FOR INCOME OVER |
| Single | \$75,900 | \$539,900 | \$539,900 |
| Married Filing Jointly | \$118,100 | \$1,079,800 | \$1,079,800 |
| Married Filing Separately | \$59,050 | \$539,900 | \$539,900 |
| Qualifying Widow(er)s | \$118,100 | \$1,079,800 | \$1,079,800 |
| Trusts and Estates | \$26,500 | \$88,300 | \$88,300 |

| Qualified Dividends & Long-Term Capital Gains ⁸ | | | 3.8% Net Investment Tax ⁹ | |
|--|---------------------------|------------------------|--------------------------------------|------------------|
| BRACKET | SINGLE | MARRIED FILING JOINTLY | FILING STATUS | THRESHOLD AMOUNT |
| 0% | \$0-\$41,675 | \$0-\$83,350 | Single | \$200,900 |
| 15% | \$41,676-\$459,750 | \$83,351-\$517,200 | Head of Household | \$200,000 |
| 20% | \$459,751 and up | \$517,201 and up | Married Filing Jointly | \$250,000 |
| BRACKET | MARRIED FILING SEPARATELY | HEAD OF HOUSEHOLD | Married Filing Separately | \$125,000 |
| 0% | \$0-\$41,675 | \$0-\$55,800 | Qualifying Widow(er)s* | \$250,000 |
| 15% | \$41,676-\$458,600 | \$55,801-\$488,500 | | |
| 20% | \$458,601 and up | \$488,501 and up | | |

* With Qualifying Person

** With Dependent Child

| Education Tax Benefits ¹⁰ | | |
|--|--|--|
| | BENEFIT | INCOME PHASE-OUTS BEGIN AT |
| Education Savings Bond Program ¹⁰ | Cash in bonds tax-free (limited to amount of qualified expenses) | \$85,800 MAGI*** (\$128,650 MAGI for joint filers) |
| American Opportunity Tax Credit ^{10,11} | Credit of \$2,500 (max) per eligible student* | \$80,000 MAGI*** (\$160,000 MAGI for joint filers)**** |
| Lifetime Learning Credit ^{10,11} | Credit of up to \$2,000** | \$80,000 MAGI*** (\$160,000 MAGI for joint filers)**** |
| Coverdell Education Savings Account ^{10,11} | Tax-Free earnings for qualified education expenses (contribute up to \$2,000 annually) | \$95,000 MAGI*** (\$190,000 MAGI for joint filers) |

*40% of this credit is potentially refundable.

**The amount of the credit is 20% of the first \$10,000 of qualified education expenses.

***Modified Adjusted Gross Income.

****If MAGI is between \$80-\$9K (\$160-\$180K, MFJ), your credit is reduced.

| Estate Tax Rates ¹² | | |
|--------------------------------|-------------------|--|
| AMOUNT OF TAXABLE ESTATE | ESTATE TAX AMOUNT | PLUS THIS % ON AMOUNT IN EXCESS OF LOWER LIMIT |
| \$0-\$10,000 | \$0 | 18% |
| \$10,001-\$20,000 | \$1,800 | 20% |
| \$20,001-\$40,000 | \$3,800 | 22% |
| \$40,001-\$60,000 | \$8,200 | 24% |
| \$60,001-\$80,000 | \$13,000 | 26% |
| \$80,001-\$100,000 | \$18,200 | 28% |
| \$100,001-\$150,000 | \$23,800 | 30% |
| \$150,001-\$250,000 | \$38,800 | 32% |
| \$250,001-\$500,000 | \$70,800 | 34% |
| \$500,001-\$750,000 | \$155,800 | 37% |
| \$750,001-\$1,000,000 | \$248,300 | 39% |
| \$1,000,001+ | \$345,800 | 40% |

| Estate and Gift Tax Exclusions, Exemptions ^{7,13} | |
|--|--------------|
| | AMOUNT |
| Unified Estate and Gift Tax Exclusion ⁷ | \$12,060,000 |
| Generation-Skipping Transfer (GST) Tax Exemption ¹³ | \$12,060,000 |
| Annual Exclusion Amount (AEA) for Gifts ⁷ | \$16,000 |
| AEA for Gifts to non-U.S. Citizen Spouse ⁷ | \$164,000 |

| Income Limits ¹⁷ | | |
|-----------------------------|---|---|
| | LIMIT OR PHASE-OUTS FOR INDIVIDUAL FILERS | LIMIT OR PHASE-OUTS FOR MARRIED (JOINT) FILERS* |
| Traditional IRA | \$68,000-\$78,000 | \$109,000-\$129,000** |
| Roth IRA | \$129,000-\$144,000 | \$204,000-\$214,000 |
| Retirement Savers Credit*** | \$34,000 (\$51,000 if HOH) | \$68,000 |

*If one spouse has a workplace account and the other doesn't, the other can claim the full deduction on their IRA contribution until the couple's income exceeds \$204,000.

**If the contributing spouse has access to a retirement plan.

***The amount of this non-refundable credit is 50%, 20% or 10% of up to \$2,000 of qualified retirement savings contributions, depending on your adjusted gross income and filing status.

| Social Security Taxable Benefits ¹⁶ | | | |
|--|--|-------------------------------|--|
| FILING STATUS | PROVISIONAL INCOME | S.S. AMOUNT SUBJECT TO TAX | |
| Single, HOH, Qualifying Widow(er)** | \$0-\$25,000 \$25,001-\$34,000 \$34,001+ | \$0 Up to 50% Up to 85% | |
| Married Filing Jointly | \$0-\$32,000 \$32,001-\$44,000 \$44,001+ | \$0 Up to 50% Up to 85% | |
| Married Filing Separately (Living Separately) | \$0+ | Up to 85% | |

* Provisional income is derived by adding the individual's Adjusted Gross Income, tax-free interest, 50% of Social Security benefits, and any other tax-free benefits.

** Also married filing separately and living apart from spouse.

| Medicare Costs ¹⁸ | | Deductibles & Coinsurance ¹⁸ | |
|------------------------------|-----------------------|---|----------|
| PREMIUM | | | AMOUNT |
| Part A | \$499* | Part A Deductible (per benefit period) | \$1,556 |
| Part B | \$170.10** | Coinsurance, Days 1-60 | \$0 |
| Part C | Varies by plan | Coinsurance, Days 61-90 | \$389* |
| Part D | Varies by plan/income | Coinsurance, Days 91+ | \$778** |
| | | Part B Deductible (per year) | \$233*** |

*If applicable, you usually pay no Part A coverage premium if you or your spouse paid Medicare taxes while working.

**Or higher, determined by income.

*Per day of benefit period. ***Per each "lifetime reserve day" after day 80 for each benefit period (up to 60 days over your lifetime).

**After deductible is met, you typically pay 20% of the Medicare-approved amount for most doctor services.

| Health Savings Accounts, High Deductible Health Plans ¹⁹ | | | |
|---|------------|----------|------------------------|
| | INDIVIDUAL | FAMILY | CATCH-UP CONTRIBUTION* |
| HSA Contribution Limit | \$3,650 | \$7,300 | \$1,000 |
| HDHP Minimum Deductible | \$1,400 | \$2,800 | N/A |
| HDHP Max. Out-of-Pocket Amount (HDHPs) | \$7,050 | \$14,100 | N/A |
| ACA Out-of-Pocket Limit for HDHPs | \$8,700 | \$17,400 | N/A |

| Extended Care Coverage Deductibility Limits ²⁰ | | | |
|---|--------------------------|--|--------------------------|
| AGE (REACHED PRIOR TO CLOSE OF TAX YEAR) | MAX. DEDUCTION FOR YEAR* | AGE (REACHED PRIOR TO CLOSE OF TAX YEAR) | MAX. DEDUCTION FOR YEAR* |
| Up to 40 | \$450 | 60 - 70 | \$4,510 |
| 40 - 50 | \$850 | 70+ | \$5,640 |
| 50 - 60 | \$1,690 | | |

Data collected as available by January 27, 2022

*Provisions for "qualified" extended care policies are tax-deductible to the extent that they, along with other unreimbursed medical expenses (including Medicare premiums), exceed 10% of the insured's adjusted gross income.

| Retirement Plan Contribution Limits ¹⁷ | | |
|---|--------------------|-------------------------------|
| | CONTRIBUTION LIMIT | CATCH-UP CONTRIBUTION** LIMIT |
| 401(k), 403(b), 457, Thrift Savings Plan* | \$20,500 | \$6,500 |
| IRA and Roth IRA contributions | \$6,000 | \$1,000 |
| SIMPLE IRA | \$14,000 | \$3,000 |
| Solo 401(k) | \$61,000 | \$6,500 |
| Simplified Employee Pension | \$61,000 | \$6,500*** |

*Not including employer contributions.

**For plan participants who will be age 50 or older in 2020.

*** Only applies for employees permitted to make traditional IRA contributions to their SEP-IRA accounts.

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