

2022 Contribution, Threshold & Exemption Amounts



This section includes helpful information on deferred accounts and exemptions that we find clients ask for frequently. Please let us know if you have any questions.

SUMMARY THRESHOLD AMOUNTS & STANDARD DEDUCTIONS						
Filing Status	Single		Married Filing Jointly		Trusts & Estates	
	2022	2023	2022	2023	2022	2023
37% Ordinary Income Rate*	\$539,900	\$578,125	\$647,850	\$693,750	\$13,450	\$14,450
20% Long-term Capital Gain Rate*	\$459,750	\$492,300	\$517,200	\$553,850	\$13,700	\$14,650
0% Long-term Capital Gain Rate*	\$41,675	\$44,625	\$83,350	\$89,250	\$2,800	\$3,000
3.8% Medicare Surtax***	\$200,000	\$200,000	\$250,000	\$250,000	\$13,450	\$14,450
0.9% Medicare Contribution Tax****	\$200,000	\$200,000	\$250,000	\$250,000	N/A	N/A
Standard Deduction	\$12,950	\$13,850	\$25,900	\$27,700	N/A	N/A
Additional Deduction if ≥ Age 65 or Blind	\$1,750	\$1,850	\$1,400	\$1,500	N/A	N/A
199A (Qualified Business Income Deduction) Threshold Limit	\$170,050	\$182,100	\$340,100	\$364,200	\$170,050	\$182,100
199A (Qualified Business Income Deduction) Threshold Limit Phased Out	\$220,050	\$232,100	\$440,100	\$464,200	\$220,050	\$232,100

*Based on taxable income; inflation adjusted annually.

**Based on AGI; inflation adjusted annually.

***Based on modified AGI (AGI plus net foreign earned income exclusion); not inflation adjusted.

****Based on earned income; not inflation adjusted.

Figure 2

AMT EXEMPTION					AMT RATE ON AMT INCOME		
Filing Status	2022	2022 Phase-Out	2023	2023 Phase-Out	Rate	2022	2023
Single	\$75,900	\$539,900– \$843,500	\$81,300	\$578,150– \$903,350	26%	Up to \$206,100	Up to \$220,700
Married Filing Jointly	\$118,100	\$1,079,800– \$1,552,200	\$126,500	\$1,156,300– \$1,662,300	28%	Over \$206,100	Over \$220,700

Figure 3

COMPOSITION OF KIDDIE TAX THRESHOLD		
	2022	2023
No Tax on Initial Level of Unearned Income Up to	\$1,150	\$1,250
Tax at Child's Rate on Next Level of Unearned Income	\$1,150	\$1,250
Total Kiddie Tax Threshold	\$2,300	\$2,500

Figure 4

FEDERAL TRANSFER TAX EXEMPTIONS AND RATES							
2022				2023			
Annual Gift Tax Exclusion	Lifetime Gift Tax Exemption	Estate Tax Exemption	GST Tax Exemption	Annual Gift Tax Exclusion	Lifetime Gift Tax Exemption	Estate Tax Exemption	GST Tax Exemption
\$16,000	\$12.06 million	\$12.06 million	\$12.06 million	\$17,000	\$12.92 million	\$12.92 million	\$12.92 million

Figure 5

HEALTH ACCOUNT CONTRIBUTION LIMITS		
Type of Account	2022	2023
Flexible Spending Account (FSA)	\$2,850	\$3,050
Health Savings Account (HSA) - Individual	\$3,650	\$3,850
Health Savings Account (HSA) - Family	\$7,300	\$7,750
HSA Additional Contributions for those age 55+	\$1,000	\$1,000

Figure 6

LONG-TERM CARE INSURANCE—ELIGIBLE PREMIUM AMOUNTS		
Policyholder's Age	2022	2023
Age 40 or younger	\$450	\$480
Age 41 to age 50	\$850	\$890
Age 51 to age 60	\$1,690	\$1,790
Age 61 to age 70	\$4,510	\$4,770
Age 71 or older	\$5,640	\$5,960

Figure 7

2021 AGI LIMITATIONS ON CHARITABLE GIFT DEDUCTIONS		
	Public Charities	Private Foundations
Cash Donations	100% of AGI limitation (50% before TCJA)	30% of AGI limitation
Appreciated Property Donations	Fair market value (FMV) of long-term capital gain property is deductible only up to 30% of AGI limitation	Basis of long-term capital gain property is deductible only up to 20% of AGI limitation. FMV deduction for publicly traded stock

2022 AGI LIMITATIONS ON CHARITABLE GIFT DEDUCTIONS		
	Public Charities	Private Foundations
Cash Donations	60% of AGI limitation (50% before TCJA)	30% of AGI limitation
Appreciated Property Donations	Fair market value (FMV) of long-term capital gain property is deductible only up to 30% of AGI limitation	Basis of long-term capital gain property is deductible only up to 20% of AGI limitation. FMV deduction for publicly traded stock

Figure 8

IRA & RETIREMENT PLAN CONTRIBUTIONS LIMITS				
Retirement Plan	Amount of Annual Contributions/ Elective Deferrals		Catch-up Contributions (if attain age 50 by end of year)	
	2022	2023	2022	2023
IRAs—Traditional & Roth	\$6,000	\$6,500	\$1,000	\$1,000
401(k)	\$20,500	\$22,500	\$6,500 if plan allows	\$7,500 if plan allows
SIMPLE	\$14,000	\$15,500	\$3,000 if plan allows	\$3,500 if plan allows

IRA & RETIREMENT PLAN DEADLINES		
Retirement Plan	Establishment Date	Funding Date
IRAs—Traditional & Roth	By date that income tax returns are filed, no later than April 15	By date that income tax returns are filed, no later than April 15
Simplified Employee Pension (SEP)	By date that income tax returns are filed, including time of extension	By date that income tax returns are due, including time of extension
SIMPLE	By October 1 of current tax year	By date that income tax returns are due, including time of extension
Self-employed retirement plans (defined benefit and solo 401(k) plans)	By date that income tax returns are filed, including time of extension	By date that income tax returns are due, including time of extension

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