

Tax Tables 2023 Edition

2023 Tax Rate Schedule

TAXABLE INCOME (\$)		BASE AMOUNT OF TAX (\$)	PLUS	MARGINAL TAX RATE	OF THE AMOUNT OVER (\$)
OVER	NOT OVER				
SINGLE					
\$0	\$11,000	\$0	+	10.0	\$0
\$11,000	\$44,725	\$1,100.00	+	12.0	\$11,000
\$44,725	\$95,375	\$5,147.00	+	22.0	\$44,725
\$95,375	\$182,100	\$16,290.00	+	24.0	\$95,375
\$182,100	\$231,250	\$37,104.00	+	32.0	\$182,100
\$231,250	\$578,125	\$52,832.00	+	35.0	\$231,250
\$578,125		\$174,238.25	+	37.0	\$578,125
HEAD OF HOUSEHOLD					
\$0	\$15,700	\$0	+	10.0	\$0
\$15,700	\$59,850	\$1,570.00	+	12.0	\$15,700
\$59,850	\$95,350	\$6,868.00	+	22.0	\$59,850
\$95,350	\$182,100	\$14,678.00	+	24.0	\$95,350
\$182,100	\$231,250	\$35,498.00	+	32.0	\$182,100
\$231,250	\$578,100	\$51,226.00	+	35.0	\$231,250
\$578,100		\$172,623.50	+	37.0	\$578,100
MARRIED FILING JOINTLY AND SURVIVING SPOUSES					
\$0	\$22,000	\$0	+	10.0	\$0
\$22,000	\$89,450	\$2,200.00	+	12.0	\$22,000
\$89,450	\$190,750	\$10,294.00	+	22.0	\$89,450
\$190,750	\$364,200	\$32,580.00	+	24.0	\$190,750
\$364,200	\$462,500	\$74,208.00	+	32.0	\$364,200
\$462,500	\$693,750	\$105,664.00	+	35.0	\$462,500
\$693,750		\$186,601.50	+	37.0	\$693,750
MARRIED FILING SEPARATELY					
\$0	\$11,000	\$0	+	10.0	\$0
\$11,000	\$44,725	\$1,100.00	+	12.0	\$11,000
\$44,725	\$95,375	\$5,147.00	+	22.0	\$44,725
\$95,375	\$182,100	\$16,290.00	+	24.0	\$95,375
\$182,100	\$231,250	\$37,104.00	+	32.0	\$182,100
\$231,250	\$346,875	\$52,832.00	+	35.0	\$231,250
\$346,875		\$93,300.75	+	37.0	\$346,875
ESTATES AND TRUSTS					
\$0	\$2,900	\$0	+	10.0	\$0
\$2,900	\$10,550	\$290	+	24.0	\$2,900
\$10,550	\$14,450	\$2,126	+	35.0	\$10,550
\$14,450		\$3,491	+	37.0	\$14,450

Kiddie Tax: all net unearned income over a threshold amount of \$2,500 for 2023 is taxed using the marginal tax rate of the child's parents

Tax Rates on Long-Term Capital Gains & Qualified Dividends

LTCG TAX	TAXABLE INCOME				
	SINGLE FILERS	MARRIED FILING JOINTLY	HEAD OF HOUSEHOLD	MARRIED FILING SEPARATELY	ESTATES & TRUSTS*
0%	\$44,625 or less	\$89,250 or less	\$59,750 or less	\$44,625 or less	\$3,000 or less
15%	More than \$44,625 and less than \$492,300	More than \$89,250 and less than \$553,850	More than \$59,750 and less than \$523,050	More than \$44,625 and less than \$276,900	More than \$3,000 and less than \$14,650
20%	\$492,300 or more	\$553,850 or more	\$523,050 or more	\$276,900 or more	\$14,650 or more

*Estates and irrevocable trusts that do not distribute capital gains are subject to these rates.

Net Investment Income Tax

3.8% tax on the lesser of: (1) Net Investment Income, or (2) MAGI in excess of \$200,000 for single filers or head of households, \$250,000 for married couples filing jointly, and \$125,000 for married couples filing separately.

Standard Deductions & Personal Exemption

FILING STATUS	STANDARD DEDUCTION	PERSONAL EXEMPTION	PHASEOUTS BEGIN AT AGI OF:
Single	\$13,850	N/A	N/A
Head of household	\$20,800	N/A	N/A
Married, filing jointly and surviving spouses	\$27,700	N/A	N/A
Married, filing separately	\$13,850	N/A	N/A
Dependent filing own tax return	\$1,250*	N/A	N/A

ADDITIONAL DEDUCTIONS FOR NON-ITEMIZERS

Blind or over 65 Married Filing Jointly	Add \$1,500
Blind or over 65 and unmarried and not a surviving spouse	Add \$1,850

*For taxable years beginning in 2023, the standard deduction amount under § 63(c)(5) for an individual who may be claimed as a dependent by another taxpayer cannot exceed the greater of (1) \$1,250, or (2) the sum of \$400 and the individual's earned income.

Alternative Minimum Tax

EXEMPTION AMOUNTS AND PHASEOUTS

	EXEMPTION AMOUNT/ PHASEOUT AMOUNT BEGINS AT:
Single	\$81,300 / \$578,150
Married, filing jointly and surviving spouses	\$126,500 / \$1,156,300
Married, filing separately	\$63,250 / \$578,150
Estates and trusts	\$28,400 / \$94,600

AMT TAX RATES

	MARRIED FILING SEPARATELY	ALL OTHERS
26% tax rate applies to income at or below:	\$110,350	\$220,700
28% tax rate applies to income over:		

Child Tax Credit

CREDIT	MAXIMUM CREDIT	INCOME PHASEOUTS BEGIN AT MAGI OF:
Child Tax Credit*	\$2,000 per qualifying child	\$400,000 – married filing jointly \$200,000 – all others

*Subject to eligibility requirements

Gift and Estate Tax Exclusions and Credits

Gift tax annual exclusion	\$17,000
Estate, gift & generation skipping transfer tax exclusion amount (per taxpayer)	\$12,920,000
Exclusion on gifts to non-citizen spouse	\$175,000
Maximum estate, gift & generation skipping transfer tax rate	40%

Tax Deadlines (As of November 2022)

- Jan 17, 2023** – 4th installment deadline to pay 2022 estimated taxes due
- April 18, 2023** – Last day to file amended return for 2019 (subject to limited exceptions); Last day to contribute to most employer-sponsored retirement plans, including SEPs and profit-sharing plans for 2022 if the federal income tax return deadline for the business that maintains such plans is April 18, 2023 (unless the federal income tax return filing deadline for the business has been extended). Tax filing deadline to request an extension until Oct. 16, 2023, for businesses whose tax return deadline is April 18, 2023. 1st installment deadline to pay 2023 estimated taxes due. Last day to file federal income tax returns for individuals. Tax filing deadline to request an extension until Oct. 16, 2023 for individuals whose tax return deadline is April 18, 2023. Last day to contribute to Roth or traditional IRA or HSA for 2022.
- June 15, 2023** – 2nd installment deadline to pay 2023 estimated taxes due
- Sept 15, 2023** – 3rd installment deadline to pay 2023 estimated taxes due
- Oct 16, 2023** – Last day to file federal income tax return if 6-month extension was requested by April 18, 2023 (subject to limited exceptions). Last day to recharacterize an eligible Traditional IRA or Roth IRA contribution from 2022 if extension was filed or tax return was filed by April 18, 2023 (and certain conditions were met). Last day to contribute to most employer-sponsored retirement plans, including SEPs and profit-sharing plans for 2022 if the federal income tax return deadline for the business that maintains such plans is April 18, 2023, and federal income tax return extension was filed for such business.
- Dec 31, 2023** – Last day to: (1) pay expenses for itemized deductions for 2023; (2) complete transactions for capital gains or losses. *Note: last 2023 trade date is December 29.*

Traditional IRA Deductibility Limits

The max. contribution limit for IRAs is **\$6,500**; the catch up at age 50+ is **\$1,000**.

FILING STATUS	MODIFIED AGI	CONTRIBUTION
Single/HOH; covered by a plan at work	\$73,000 or less	Fully deductible
	More than \$73,000 and less than \$83,000	Partially deductible
	\$83,000 or more	Not deductible
Married Filing Jointly; covered by a plan at work	\$116,000 or less	Fully deductible
	More than \$116,000 and less than \$136,000	Partially deductible
	\$136,000 or more	Not deductible
Married Filing Jointly; not covered by a plan at work and spouse is covered by a plan at work	\$218,000 or less	Fully deductible
	More than \$218,000 and less than \$228,000	Partially deductible
	\$228,000 or more	Not deductible
Married Filing Separately and you or your spouse are covered by plan at work *	Less than \$10,000	Partially deductible
	\$10,000 or more	Not deductible

If not covered by a plan, single, HOH and married filing jointly/separately (both spouses not covered by a plan) tax filers are able to take a **full deduction** on their IRA contribution without MAGI limitations.

*If spouses did not live together at any time during the year, Single/HOH MAGI limits apply.

Roth IRAs Contribution Limits

The maximum contribution limit for IRAs is **\$6,500**; the catch up at age 50+ is **\$1,000**.

ALLOWABLE CONTRIBUTION	MODIFIED AGI*		
	SINGLE/HOH	MARRIED FILING JOINTLY	MARRIED FILING SEPARATELY**
Full	Less than \$138,000	Less than \$218,000	N/A
Partial	\$138,000 – less than \$153,000	\$218,000 – less than \$228,000	\$0 – less than \$10,000
None	\$153,000 or more	\$228,000 or more	\$10,000 or more

*Roth conversion income is not included in MAGI

**If spouses did not live together at any time during the year, Single/HOH MAGI limits apply

Other Retirement Plan Contribution Limits

RETIREMENT PLAN TYPE	MAX. CONTRIBUTION LIMIT	CATCH-UP (50+)	MAXIMUM COMPENSATION TAKEN INTO ACCOUNT
SEP IRA	The lesser of: 25% of compensation, or \$66,000	N/A	Employer contributions cannot take into account compensation in excess of \$330,000
SIMPLE IRA	\$15,500	\$3,500	If matching contributions, up to 3% of employee compensation. If nonelective contributions (2%), employee compensation for calculation capped at \$330,000
Defined Benefit Plan	Individual benefit limited to the lesser of: 100% of average compensation in highest 3 consecutive calendar years, or \$265,000	N/A	Compensation for benefit calculation capped at \$330,000, or lower limit defined in the plan
401(k), Roth 401(k)	\$22,500	\$7,500	Employer contributions cannot take into account compensation in excess of \$330,000
403(b), 457(b)	\$22,500	\$7,500	Employer contributions cannot take into account compensation in excess of \$330,000

Health Savings Accounts*

COVERAGE TYPE	MAXIMUM CONTRIBUTION
Self-Only HDHP Coverage	\$3,850
Family HDHP Coverage	\$7,750
Catch-up for 55 and older by end of calendar year	\$1,000

*HSAs are only available for taxpayers enrolled in a qualifying high-deductible health plan (HDHP)

Education Credits & Exclusions

CREDIT / EXCLUSION	MAXIMUM CREDIT / EXCLUSION	INCOME PHASEOUTS AT MAGI OF:
American Opportunity Tax Credit/Hope	\$2,500 credit	\$160,000 – \$180,000 joint \$80,000 – \$90,000 all others
Lifetime Learning Credit	\$2,000 credit	\$160,000 – \$180,000 joint \$80,000 – \$90,000 all others
Savings bond interest tax-free if used for education	Exclusion limited to amount of qualified higher education expenses	\$137,800 – \$167,800 joint \$91,850 – \$106,850 all others

Social Security

FILING STATUS	PROVISIONAL INCOME*	% of SS SUBJECT TO TAXES
TAX ON SOCIAL SECURITY BENEFITS: INCOME BRACKETS		
Single, HoH, surviving spouse, married filing separately and living apart from spouse	\$25,000 or less	0
	More than \$25,000 and less than \$34,000	up to 50%
	\$34,000 or more	up to 85%
Married filing jointly	\$32,000 or less	0
	More than \$32,000 and less than \$44,000	up to 50%
	\$44,000 or more	up to 85%
Married filing separately and living with spouse	More than \$0	Up to 85%

*Adjusted Gross Income + nontaxable interest + ½ of Social Security benefits

FICA

SS TAX PAID ON TAXABLE INCOME UP TO \$160,200	PERCENTAGE WITHHELD	MAXIMUM TAX PAYABLE
Tax (FICA)		
Employer pays	6.2%	\$9,932.40
Employee pays	6.2%	\$9,932.40
Self-employed pays	12.4%	\$19,864.80

Medicare Tax

SS TAX PAID ON INCOME	PERCENTAGE WITHHELD
Employer pays	1.45%
Employee pays	1.45% + 0.9% on wages over \$200,000 (single) or \$250,000 (joint)
Self-employed pays	2.90% + 0.9% on self-employment income over \$200,000 (single) or \$250,000 (joint)

Social Security Benefits Reduction Before Full Retirement Age

AGE WHEN BENEFITS BEGIN	PERCENTAGE OF SOCIAL SECURITY BENEFITS	
	FRA of 66*	FRA of 67*
62	75.0%	70.0%
63	80.0%	75.0%
64	86.7%	80.0%
65	93.3%	86.7%
66	100.0%	93.3%
67	100.0%	100.0%

*Full retirement age determined by year of birth

Retirement Earnings Exempt Amounts

Before Full Retirement Age (FRA)	\$21,240
During the year in which FRA is reached	\$56,520
After FRA	No limit after FRA

Deductibility of Long-Term Care Premiums on Qualified Policies

ATTAINED AGE BEFORE CLOSE OF TAX YEAR	AMOUNT OF LTC PREMIUMS THAT QUALIFY AS MEDICAL EXPENSES IN 2023
40 or under	\$480
Over 40 and under 50	\$890
Over 50 and under 60	\$1,790
Over 60 and under 70	\$4,770
Over 70	\$5,960

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