

# 2024 Tax Guide

Retirement Plan Contribution Limits - catch up age 50+	
Annual compensation used to determine contribution for most plans	\$345,000
Defined contribution plans, basic limit	\$69,000
Defined benefit plans, basic limit	\$275,000
401(k) / 403(b) / 457(b) / Roth 401(k) plans - elective deferrals	\$23,000
401(k) / 403(b) / 457(b) / Roth 401(k) plans - catch-up	\$7,500
SIMPLE plans - elective deferrals	\$16,000
SIMPLE plans - catch-up at 50+	\$3,500
Max ESOP balance subject to 5 year distribution period	\$1,380,000

Individual Retirement Accounts - catch up age 50+			
IRA type	Contribution limit	Catch-up	Phaseouts (AGI)
Traditional Nondeductible	\$7,000	\$1,000	No Income Limit
Traditional Deductible	\$7,000	\$1,000	<b>If covered by qualified plan:</b>
			MFJ - \$123,000 to \$143,000
			Single & HOH - \$77,000 to \$87,000
Roth	\$7,000	\$1,000	MFS - \$0 to \$10,000
			<b>If one spouse covered by a plan:</b>
			MFJ - \$230,000 to \$240,000
Roth conversion			Single & HOH - \$146,000 to \$161,000
			MFS - \$0 to \$10,000
			No Income Limit

Medicare Premiums & Deductibles			
Part B premium	\$174.70		
Part B deductible	\$240.00		
Part A (inpatient services) deductible < 61 days of hospitalization	\$1,632.00	per benefit period	
Part A deductible 61 - 90 days of hospitalization	\$408.00	per day	
Part A deductible > 90 days of hospitalization	\$816.00	per day	

Part B / Part D Premiums for High-Income Taxpayers			
2022 MAGI Single *	2022 MAGI MFJ *	Part B	Part D
\$103,000 or less	\$206,000 or less	\$174.70	\$0.00
\$103,001 to \$129,000	\$206,001 to \$258,000	\$244.60	\$12.90
\$129,001 to \$161,000	\$258,001 to \$322,000	\$349.40	\$33.30
\$161,001 to \$193,000	\$322,001 to \$386,000	\$454.20	\$53.80
\$193,001 to \$500,000	\$386,001 to \$750,000	\$559.00	\$74.20
above \$500,000	above \$750,000	\$594.00	\$81.00

\* Can be appealed if a life-altering event occurs, use Form SSA-44.

Social Security Benefits		Social Security Full Retirement Age (FRA)			
Initiate benefits at	Max monthly benefit	Year of Birth	FRA	% at age 62	% at age 70
At age 62	\$2,710	1943-1954	66	75.00%	132.00%
FRA	\$3,822	1955	66 + 2 mo.	74.17%	130.67%
At age 70	\$4,873	1956	66 + 4 mo.	73.33%	129.33%
		1957	66 + 6 mo.	72.50%	128.00%
Retirement earnings exempt amounts	\$22,320 under FRA	1958	66 + 8 mo.	71.67%	126.67%
	\$59,520 in yr. reach FRA	1959	66 + 10 mo.	70.83%	125.33%
	no limit after FRA	1960 or later	67	70.00%	124.00%

Taxation of Benefits	AGI + provisional income **	Taxable portion
MFJ	under \$32,000	0%
	\$32,000 to \$44,000	up to 50%
	over \$44,000	up to 85%
Single / HOH / MFS (living apart from spouse)	under \$25,000	0%
	\$25,000 to \$34,000	up to 50%
	over \$34,000	up to 85%
MFS (living w/ spouse)	over \$0	up to 85%

Payroll Taxes - Social Security paid on income to \$168,600 / Medicare on all income		
Tax (FICA)	% withheld	Max tax payable
Employer pays	6.20%	\$10,453
Employee pays	6.20%	\$10,453
Self-employed pays	12.40%	\$20,906
Medicare tax *		
Employer pays	1.45%	varies per income
Employee pays	1.45%	varies per income
Self-employed pays	2.90%	varies per income

You Can Work and Receive Social Security Benefits		
If you are	You can make up to	If you make more, some benefits will be withheld
Before FRA in 2024	\$22,320 (\$1,860/m)	\$1 for every \$2
Turning FRA in 2024	\$59,520 (\$4,960/m)	\$1 for every \$3
Month you attain FRA	no limit	no limit

Deductibility of LTC Insurance Premiums on Qualified Policies		
Attained age before close of tax year / Amount of LTC premiums that qualify as medical expense		
under 40 / \$470	51 to 60 / \$1,760	over 70 / \$5,880
41 to 50 / \$880	61 to 70 / \$4,710	

Health Savings Accounts - catch up age 55+			
Household	Max deductible contrib.	Deductible/Co-pay limits	Min deductible
Individuals	\$4,150	\$8,050	\$1,600
Families	\$8,300	\$16,100	\$3,200
Catch-up	\$1,000	-	-

\* Additional 0.9% for wages exceeding \$200,000 (Single) and \$250,000 (MFJ).

\*\* Provisional income = adjusted gross income (not incl. SS) + tax-exempt interest + 50% of SS benefit

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2024 Tax Rate Schedule						
Taxable income		Base amount of tax		Marginal tax rate		Of the amount over
<b>Single</b>						
\$0	to	\$11,600	\$0.00	+	10.0%	\$0
\$11,601	to	\$47,150	\$1,160.00	+	12.0%	\$11,600
\$47,151	to	\$100,525	\$5,426.00	+	22.0%	\$47,150
\$100,526	to	\$191,950	\$17,168.50	+	24.0%	\$100,525
\$191,951	to	\$243,725	\$39,110.50	+	32.0%	\$191,950
\$243,726	to	\$609,350	\$55,678.50	+	35.0%	\$243,725
	over	\$609,350	\$183,647.25	+	37.0%	\$609,350
<b>Married Filing Joint (MFJ) / Surviving Spouses</b>						
\$0	to	\$23,200	\$0.00	+	10.0%	\$0
\$23,201	to	\$94,300	\$2,320.00	+	12.0%	\$23,200
\$94,301	to	\$201,050	\$10,852.00	+	22.0%	\$94,300
\$201,051	to	\$383,900	\$34,337.00	+	24.0%	\$201,050
\$383,901	to	\$487,450	\$78,221.00	+	32.0%	\$383,900
\$487,451	to	\$731,200	\$111,357.00	+	35.0%	\$487,450
	over	\$731,200	\$196,669.50	+	37.0%	\$731,200
<b>Head of Household (HOH)</b>						
\$0	to	\$16,550	\$0.00	+	10.0%	\$0
\$16,551	to	\$63,100	\$1,655.00	+	12.0%	\$16,550
\$63,101	to	\$100,500	\$7,241.00	+	22.0%	\$63,100
\$100,501	to	\$191,950	\$15,469.00	+	24.0%	\$100,500
\$191,951	to	\$243,700	\$37,417.00	+	32.0%	\$191,950
\$243,701	to	\$609,350	\$53,977.00	+	35.0%	\$243,700
	over	\$609,350	\$181,954.50	+	37.0%	\$609,350
<b>Married Filing Separately (MFS)</b>						
\$0	to	\$11,600	\$0.00	+	10.0%	\$0
\$11,601	to	\$47,150	\$1,160.00	+	12.0%	\$11,600
\$47,151	to	\$100,525	\$5,426.00	+	22.0%	\$47,150
\$100,526	to	\$191,950	\$17,168.50	+	24.0%	\$100,525
\$191,951	to	\$243,725	\$39,110.50	+	32.0%	\$191,950
\$243,726	to	\$365,600	\$55,678.50	+	35.0%	\$243,725
	over	\$365,600	\$98,334.75	+	37.0%	\$365,600
<b>Estates &amp; Trusts</b>						
\$0	to	\$3,100	\$0.00	+	10.0%	\$0
\$3,101	to	\$11,150	\$310.00	+	24.0%	\$3,100
\$11,151	to	\$15,200	\$2,242.00	+	35.0%	\$11,150
	over	\$15,200	\$3,659.50	+	37.0%	\$15,200

Standard Deductions & Personal Exemptions		
Filing Status	Standard Deduction	Exemption Phaseouts
Joint	\$29,200	N/A
Single or MFS	\$14,600	N/A
HOH	\$21,900	N/A
Dependent filing own tax return	\$1,300*	N/A
<b>Additional deductions for non-itemizers</b>		
Blind or over 65	add \$1,550 each	
Blind or over 65, unmarried & not a surviving spouse	add \$1,950 each	
<b>Gift &amp; Estate Tax Exclusions &amp; Credit</b>		
Maximum estate, gift & GST rates	40%	
Estate, gift & GST exclusions	\$13,610,000	
Gift tax annual exclusion	\$18,000	
<b>AMT Exemptions &amp; Phaseouts</b>		
Filing status	Exemption	Income phaseout threshold
MFJ / Qualifying widow(er)	\$133,300	\$1,218,700
Single & HOH	\$85,700	\$609,350
MFS	\$66,650	\$609,350
<b>Tax Rates on Capital Gains &amp; Qualified Dividends (Using Taxable Income)</b>		
Assets held < 1 year		Marginal Rate
Below \$47,025 - Single/MFS / \$94,050 - MFJ / \$63,000 - HOH / \$3,150 - Trusts/Estates		0%
At or above \$47,025 - Single/MFS / \$94,050 - MFJ / \$63,000 - HOH / \$3,150 - Trusts/Estates		15%
At or above \$518,900 - Single / \$291,850 - MFS / \$583,750 - MFJ / \$551,350 - HOH / \$15,450 - Trusts/Estates		20%
Unrecaptured Code Section 1250 property		25%
Collectibles		28%
<b>Education Credits / Deductions / Distributions</b>		
Credit / Deduction / Account	Maximum credit /	Income phaseouts begin at AGI:
American Opportunity Tax Credit	\$2,500 credit	\$160,000 to \$180,000 MFJ \$80,000 to \$90,000 all others
Lifetime Learning Credit	\$2,000 credit	\$160,000 to \$180,000 MFJ \$80,000 to \$90,000 all others
Student loan interest deduction	\$2,500 deduction	\$165,000 to \$195,000 MFJ \$80,000 to \$95,000 all others
Savings bond interest tax-free if used for education deduction	limited to amount of qualified expenses	\$145,200 to \$175,200 MFJ \$96,800 to \$111,800 all others
Coverdell	\$2,000 maximum contribution (nondeductible)	\$190,000 to \$220,000 MFJ \$95,000 to \$110,000 all others
529 Plan (K-12)	\$10,000 distribution	none
529 plan (Higher Ed.) **	limited to amount of qualified expenses	none
<b>Kiddie Tax</b>		
Dependent children < age 19 (< 24 for full-time students) pay federal income tax at a rate equal to that of their parents' marginal tax rate on unearned income— including capital gain distributions, dividends, and interest income > \$2,600.		

\* Greater of \$1,300 or \$450 plus the individual's earned income.

\*\* \$10,000 lifetime 529 distribution can be applied to student loan debt.

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Individual Tax Rates									
Single					Married Filing Joint				
Taxable Income	Ordinary Income	Capital Gains & Dividends	Affordable Health Care Act		Taxable Income	Ordinary Income	Capital Gains & Dividends	Affordable Health Care Act	
			Earned Income	Investment Income**				Earned Income	Investment Income**
\$0 to \$11,600	10%	0%	0%	0%	\$0 to \$23,200	10%	0%	0%	0%
\$11,601 to \$47,025	12%				\$23,201 to \$94,050	12%			
\$47,026 to \$47,150	22%				\$94,051 to \$94,300	22%			
\$47,151 to \$100,525	24%	15%	0%	0%	\$94,301 to \$201,050	24%	15%	0%	0%
\$100,526 to \$191,950	32%				\$201,051 to \$250,000	32%			
\$191,951 to \$200,000	35%				\$250,001 to \$383,900	35%			
\$200,001 to \$243,725	37%	20%	0.9%	3.8%*	\$383,901 to \$487,450	37%	20%	0.9%	3.8%*
\$243,726 to \$518,900					\$487,451 to \$583,750				
\$518,901 to \$609,350					\$583,751 to \$731,200				
over \$609,350					over \$731,200				

\*3.8% tax is only imposed on modified adjusted gross income (MAGI) in excess of the \$200,000 (\$250,000 joint) threshold

\*\* Investment income for purposes of 3.8% tax = dividends / interest / capital gains / non-qualified annuity distributions / royalties / rents / passive income (NOT qualified retirement distributions)

Select Tax Items		
Tax Limits	2024	
Gift tax annual exclusion	\$18,000	
Estate tax exemption	\$13,610,000 + DSUEA *	
Top federal estate tax bracket	40%	
IRA distributions direct to charity / QCDs (over age 70.5)	\$105,000	
IRA / Roth IRA contribution limit	\$7,000	
Catch-up provisions for individuals 50+	\$1,000	
Health Savings Account contribution limit (Individual / Family)	\$4,150 / \$8,300	
Catch-up provisions for individuals 55+	\$1,000	
Phaseout Items	Single	Joint
Itemized deduction phaseout	N/A	N/A
Personal exemption phaseout	N/A	N/A
Deductible IRA contribution phaseout (qualified plan)	\$77,000 to \$87,000	\$123,000 to \$143,000
If one spouse covered by a plan	\$230,000 to \$240,000	
Roth IRA contribution phaseout	\$146,000 to \$161,000	\$230,000 to \$240,000
AMT exemption	\$85,700	\$133,300
Part B / Part D Premiums begin to increase with MAGI over	\$103,000	\$206,000

\* Basic exclusion amount plus deceased spousal unused exclusion amount (DSUEA) -- exclusion is portable for 2011 onward

Retirement Plan Contribution Limits					
Plan	Limit				
Defined contribution plan aggregate limit	\$69,000				
401(k) / 403(b) / 457(b) / Roth 401(k) plans	\$23,000				
Catch-up provision for individuals 50+	\$7,500				
SIMPLE plans	\$16,000				
Catch-up provision for individuals 50+	\$3,500				
Estates & Trusts	Income	Base amount	Rate	Of amount over	
	0 to \$3,100	\$0	+	10%	\$0
	\$3,101 to \$11,150	\$310	+	24%	\$3,100
	\$11,151 to \$15,200	\$2,242	+	35%	\$11,150
	over \$15,201 *	\$3,659.50	+	37%	\$15,200
Short (Sold) Options	Put/Call Action	Taxable Amount	Taxation (long/short)		
	Option expires worthless	Premium	Short		
	Option is closed	Net gain / loss of closing	Short		
	Call option assigned	Premium (+) strike price (-) security basis	Short or long **		

\* Investment income > \$15,201 subject to additional 3.8% surtax

\*\* Underlying security held: > 1 year is long term gain / loss | held < 1 year is short term gain / loss