

# Ready ... Set...

# 2022 TAX



## Tax Season Is Here—Are You Ready to Set the Pace?

Welcome to our annual at-a-glance compilation of federal and state tax information. User-friendly tax rate schedules, facts, figures and assorted data make this time-saving section a handy companion. Keep it within arm's reach as you enter the upcoming busy season.

### 2022 TAX DATA SCHEDULE

	2022 Federal	2022 California		2022 Federal	2022 California
<b>Standard Deductions</b>			<b>California Young Child Tax Credit</b>		
Single	\$ 12,950	\$5,202	For children younger than 6 years old on the last day of the tax year		
Married Filing Jointly, Surviving Spouse	25,900	10,404	AGI phaseout \$25,000 - \$30,000 with a max credit of		
Married Filing Separately	12,950	5,202			\$1,000
Head of Household	19,400	10,404	<b>California Renter's Credit</b>		
Additional for Age 65 and Older or Blind—Married	1,400		Married Filing Jointly, Head of Household, Surviving Spouse if AGI is below \$98,440		
Additional for Age 65 and Older or Blind—Unmarried (per individual for each situation, age or blind)	1,750		Single or Married Filing Separately if AGI is below \$49,220		
Taxpayer Claimed as a Dependent:	1,150	1,150			\$60
<b>Personal or Dependent Exemption</b>			<b>IRC Section 179 Deduction</b>		
Suspended for tax years 2018-2025			Sec. 179 Purchase Phaseout		
<b>Maximum Child Tax Credit (qualifying child under age 16)</b>				\$1,080,000	\$25,000
Single/Head of Household/Married Filing Separate	\$2,000			\$2,700,000	\$200,000
AGI Phaseout: \$200,000 - 240,000			<b>Beginning of Personal Exemption Phase-out Range—Based on Federal AGI</b>		
Married Filing Jointly	2,000		Single		
AGI Phaseout: \$400,000 - 440,000				N/A	\$229,908
<b>Refundable Portion of Child Tax Credit</b>	1,500		Married Filing Jointly, Surviving Spouse		
<b>"Kiddie Tax" Unearned Income Exemption</b>	1,150			N/A	459,821
<b>California Exemption Credits</b>			Married Filing Separately		
Single, Married Filing Separately, Head of Household		\$140		N/A	229,908
Married Filing Jointly, Surviving Spouse		280	Head of Household		
Dependent		433		N/A	344,867
Blind or Age 65 and Older		280	<b>Beginning of Itemized Deduction Phase-out Range—Based on Federal AGI</b>		
<b>Senior Head of Household Credit</b>			Single		
2% of California taxable income, with maximum credit of California AGI threshold of \$89,931		\$1,695	Married Filing Jointly, Surviving Spouse		
<b>California Joint Custody Head of Household Credit and Dependent Parent Credit</b>			Married Filing Separately		
30% of net tax with maximum credit of		\$556	Head of Household		
			Rate Reduced over federal AGI limits		
			Limitation on federal itemized deductions is suspended for tax years 2018-2025		
			6%		
			<b>Schedule A Medical Deduction</b>		
			Based on federal AGI		
			75%		
			75%		
			<b>Schedule A State &amp; Local Tax Deduction Max</b>		
			Married Filing Separately		
			\$5,000		
			All others		
			10,000		
			N/A		
			N/A		
			<b>Schedule A Mortgage Interest Cap</b>		
			Only ded. on debt up to \$750,000*		
			Only ded. on debt up to \$1,000,000		

\*loans entered into before 12/15/17 are not subject to this limitation.

	2022 Federal	2022 California
<b>Schedule A Miscellaneous Deduction</b>	Suspended for tax years 2018-2025	2%
Based on federal AGI		
<b>Alternative Minimum Tax (AMT) Rate</b>		
AMTI Less Exemption up to \$206,100	26%	
AMTI Less Exemption over \$206,100 (\$103,050 if Married Filing Separately)	28%	
AMTI Less Exemption		7%
<b>AMT Exemption Amounts</b>		
Married Filing Jointly, Surviving Spouse	\$118,100	\$112,734
Single, Head of Household	75,900	84,550
Married Filing Separately	59,050	56,364
Estate or Trust	26,500	56,364
<b>AMT Exemption Phase-out</b>		
Married Filing Jointly, Surviving Spouse	\$1,079,800	\$422,750
Single, Head of Household	539,900	317,062
Married Filing Separately	539,900	211,371
Estate or Trust	88,300	211,371
<b>199A Overview</b>	20% of Qualified Business Income*	Federal Only
Maximum Deduction		
*Subject to wage and property limitations if AGI is above:		
Married Filing Jointly	\$340,100	
Married Filing Separately	170,050	
All Others	170,050	
<b>Self-Employed Health Insurance Premiums</b>		
Adjustment for AGI, percentage of total qualifying health insurance premiums	100%	100%
<b>Auto Standard Mileage Allowances (January 1 - June 30, 2022)</b>		
Business	.585	.585
Charity work—general	.14	.14
Medical or moving	.18	.18
<b>(July 1 - December 31, 2022)</b>		
Business	.625	.625
Charity work—general	.14	.14
Medical or moving	.22	.22
<b>U.S. Savings Bond Interest Exclusion Phase-out Based on Modified AGI</b>		
Joint Return, Surviving Spouse	\$128,650 - 158,650	
All Others	85,800 - 100,800	
<b>California SDI</b>		
Federal tax deduction*		\$145,600
Rate		1.1%
Maximum Tax		1,601.60
*Amounts paid to a voluntary program in lieu of the state programs are not deductible, but may be a credit on California return.		

## 2022 FEDERAL TAX RATE SCHEDULE

Taxable Income Is Over	But Not Over	Pay	+% Over	Of The Amount
<b>Single</b>				
\$0	\$10,275	\$0	10%	\$0
10,275	41,775	1,027.50	12%	10,275
41,775	89,075	4,807.50	22%	41,775
89,075	170,050	15,213.50	24%	89,075
170,050	215,950	34,647.50	32%	170,050
215,950	539,900	49,335.50	35%	215,950
539,900	and more	162,718.00	37%	539,900
<b>Head of Household</b>				
\$0	\$14,650	\$0	10%	\$0
14,650	55,900	1,465.00	12%	14,650
55,900	89,050	6,415.00	22%	55,900
89,050	170,050	13,708.00	24%	89,050
170,050	215,950	33,148.00	32%	170,050
215,950	539,900	47,836.00	35%	215,950
539,900	and more	161,218.50	37%	539,900
<b>Married Filing Jointly or Surviving Spouse</b>				
\$0	\$20,550	\$0	10%	\$0
20,550	83,550	2,055.00	12%	20,550
83,550	178,150	9,615.00	22%	83,550
178,150	340,100	30,427.00	24%	178,150
340,100	431,900	69,295.00	32%	340,100
431,900	647,850	98,671.00	35%	431,900
647,850	and more	174,253.50	37%	647,850
<b>Married Filing Separately</b>				
\$0	\$10,275	\$0	10%	\$0
10,275	41,775	1,027.50	12%	10,275
41,775	89,075	4,807.50	22%	41,775
89,075	170,050	15,213.50	24%	89,075
170,050	215,950	34,647.50	32%	170,050
215,950	323,925	49,335.50	35%	215,950
323,925	and more	87,126.75	37%	323,925
<b>Estate or Nongrantor Trust</b>				
\$0	\$2,750	\$0	10%	\$0
2,750	9,850	275.00	24%	2,750
9,850	13,450	1,979.00	35%	9,850
13,450	and more	3,239.00	37%	13,450

## 2022 STATE TAX RATE SCHEDULE

Taxable Income Is Over	But Not Over	Pay	+	% Over	Of The Amount
<b>Single, Married Filing Separately, or Fiduciary Return</b>					
\$0	\$10,099	\$0	1.00%		\$0
10,099	23,942	100.99	2.00%		10,099
23,942	37,788	377.85	4.00%		23,942
37,788	52,455	931.69	6.00%		37,788
52,455	66,295	1,811.71	8.00%		52,455
66,295	338,639	2,918.91	9.30%		66,295

# Fast Tax Facts

Taxable Income Is Over	But Not Over	Pay	+%	Of The Amount Over
338,639	406,364	28,246.90	10.30%	338,639
406,364	677,275	35,222.58	11.30%	406,364
677,275	and more	65,835.52	12.30%	677,275

An additional 1% surcharge applies to taxable income in excess of \$1 million.

## Married Filing Jointly or Surviving Spouse

\$0	\$20,198	\$0	1.00%	\$0
20,198	47,884	201.98	2.00%	20,198
47,884	75,576	755.70	4.00%	47,884
75,576	104,910	1,863.38	6.00%	75,576
104,910	132,590	3,623.42	8.00%	104,910
132,590	677,278	5,837.82	9.30%	132,590
677,278	812,728	56,493.80	10.30%	677,278
812,728	1,354,550	70,445.15	11.30%	812,728
1,354,550	and more	131,671.04	12.30%	1,354,550

An additional 1% surcharge applies to taxable income in excess of \$1 million.

## Head of Household

\$0	\$20,212	\$0	1.00%	\$0
20,212	47,887	202.12	2.00%	20,212
47,887	61,730	755.62	4.00%	47,887
61,730	76,397	1,309.34	6.00%	61,730
76,397	90,240	2,189.36	8.00%	76,397
90,240	460,547	3,296.80	9.30%	90,240
460,547	552,658	37,735.35	10.30%	460,547
552,658	921,095	47,222.78	11.30%	552,658
921,095	and more	88,858.16	12.30%	921,095

An additional 1% surcharge applies to taxable income in excess of \$1 million.

## LUXURY AUTO LIMIT

Depreciation limitations for automobiles acquired after Sept. 27, 2017, and first placed in service during the 2022 calendar year, for which the section 168(k) additional first year depreciation deduction applies.

Year	First	Second	Third	Thereafter
2022	\$19,200	18,000	10,800	6,460

Depreciation limitations for automobiles first placed in service during the 2022 calendar year, for which the section 168(k) additional first year depreciation deduction does not apply.

Year	First	Second	Third	Thereafter
2022	\$11,200	18,000	10,800	6,460

## SOCIAL SECURITY AND MEDICARE TAXES

	2021	2022
<b>Social Security Tax</b>		
Maximum wage base	\$142,800	\$147,000
Social Security rate - employee	6.2%	6.2%
Social Security rate - employer	6.2%	6.2%
Social Security rate - self-employed	12.4%	12.4%

## Medicare Tax

Maximum wage base	Unlimited	Unlimited
Medicare rate—employee/employer	1.45%	1.45%
Medicare rate—self-employed	2.90%	2.90%
Monthly Medicare Part B Premium	\$148.50	\$170.10

## Additional Medicare Tax

An additional 0.9% Medicare tax is imposed on an employee's wages received in excess of

Married Filing Jointly	\$250,000	\$250,000
Married Filing Separately	125,000	125,000
Qualifying Widower w/ Depend.	200,000	200,000
Single/Head of Household	200,000	200,000

## Net Investment Income Tax (NIIT)

An additional 3.8% tax may be imposed on net investment income if modified AGI is in excess of

Married Filing Jointly	\$250,000	\$250,000
Married Filing Separately	125,000	125,000
Qualifying Widower w/ Depend.	250,000	250,000
Single/Head of Household	200,000	200,000

## Earned Income Ceilings for Social Security Benefits

Under full retirement age	\$18,690	\$19,560
Full retirement age	Unlimited	Unlimited

## RETIREMENT PLAN LIMITATIONS

	2021	2022
Maximum 401(k) or 403(b) Deferral	\$19,500	\$20,500
Maximum Defined Contribution Plan or SEP Contribution	58,000	61,000
Maximum Annual Benefit for Defined Benefit Plans	230,000	245,000
Annual Compensation Limit for Computing Plan Benefits	290,000	305,000
Annual Compensation Limit for the Definition of Highly Compensated Employee IRC Section 414(q)	130,000	135,000
Compensation Minimum for SEP plan	650	650
Maximum Contribution for SIMPLE plan	13,500	14,000
Catch-up Contribution for 401(k) or 403(b) for taxpayers age 50 and older	6,500	6,500
Catch-up Contribution for SIMPLE for taxpayers age 50 and older	3,000	3,000

## Key Employee for Top Heavy Purposes:

• Officers Earning Over	\$185,000	\$200,000
• A more-than-5-percent Owner	N/A	N/A
• A more-than-1-percent Owner Earning Over	150,000	150,000

## TRADITIONAL & ROTH IRAs

	2021	2022
Contribution Limit	\$6,000	\$6,000
Catch-up Contribution age 50 and older	1,000	1,000

## IRA Deduction Phase-out for Active Participants

Single or Head of Household	\$66,000 - 76,000	\$68,000 - 78,000
Married Filing Jointly	105,000-125,000	109,000-129,000
Married Filing Separately	0-10,000	0-10,000

## IRA Deduction Phase-out for Spousal Contributions

Married Filing Jointly	198,000-208,000	204,000-214,000
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## Roth IRA Contribution Phase-out

Single or Head of Household	\$125,000-140,000	129,000-144,000
Married Filing Jointly	198,000-208,000	204,000-214,000
Married Filing Separately	0-10,000	0-10,000

## Roth IRA Conversion Phase-out

All filing statuses	no AGI Limit	no AGI Limit
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## IRA & PENSION CREDIT

### Saver's Credit Rate applied to maximum contribution of \$2,000 and based on AGI

Joint Filers	Heads of Household	All Other Filers	Credit Rate
\$0 - 41,000	\$0 - 30,750	\$0 - 20,500	50%
41,000 - 44,000	30,750 - 33,000	20,500 - 22,000	20%
44,000 - 68,000	33,000 - 51,000	22,000 - 34,000	10%
Over 68,000	Over 51,000	Over 34,000	0%

## ESTATE & GIFT TAX

Calendar Year	Estate/GST tax transfer exemption	Highest estate and gift tax rate
2021	\$11,700,000	40%
2022	\$12,060,000	40%

### Gift tax:

Annual Gift Limitation of \$16,000 for 2022

## EDUCATION-RELATED TAX BENEFITS

### Coverdell Educational Savings Accounts

Annual Contribution Limit	\$2,000
Contribution phase-out based on modified AGI	
Married Filing Jointly	\$190,000-220,000
All Others	95,000-110,000

### Student Loan Interest Deduction

Maximum interest deduction	\$2,500
Deduction phase-out based on modified AGI	
Married Filing Jointly	\$145,000-175,000
All Others	70,000-85,000

### American Opportunity Tax Credit

Maximum Credit	\$2,500
Credit phase-out based on modified AGI	
Married Filing Jointly	\$160,000-180,000
All Others	80,000-90,000

### Lifetime Learning Credit

Maximum Credit	\$2,000
Credit phase-out based on modified AGI	
Married Filing Jointly	\$160,000-80,000
All Others	80,000-90,000

Thanks to **Brooke Sigler, CPA**, and **Matthew Whipple, CPA** of *Wendes (wendes.com)*, as well as the *FTB (ftb.ca.gov)* for compiling this information.

## Important Phone Numbers

### Tax Practitioner Hotlines

IRS Priority Service (866) 860-4259  
 FTB (916) 845-7057  
 FTB Fax (916) 845-9300  
 FTB e-file (916) 845-0353  
 EDD (888) 745-3886  
 CDTFA (800) 401-3661

### Application for Taxpayer ID Number

Federal Form SS-4 Online: [www.irs.gov/businesses](http://www.irs.gov/businesses) \*  
 Federal Form SS-4 Fax (855) 641-6935  
 EDD Form DE 1 Fax (916) 654-9211  
 EDD Form DE 1 Online:  
[edd.ca.gov/payroll\\_taxes/save\\_time\\_and\\_register\\_online.htm](http://edd.ca.gov/payroll_taxes/save_time_and_register_online.htm)

\*For Federal Form SS-4 Phone: IRS no longer issues EINs by telephone for domestic taxpayers. Only international applicants can receive an EIN by telephone.