

2023 QUICK TAX FACTS

HEADS OF HOUSEHOLDS & MARRIED FILING SEPARATE

STIFEL

HEADS OF HOUSEHOLDS

Taxable Income		Tax Rate	Ordinary Tax Calculation
Minimum	Maximum		
--	\$15,700	10%	10% of taxable income
\$15,701	\$59,850	12%	\$1,570 + 12% of the amount over \$15,700
\$59,851	\$95,350	22%	\$6,868 + 22% of the amount over \$59,850
\$95,351	\$182,100	24%	\$14,678 + 24% of the amount over \$95,350
\$182,101	\$231,250	32%	\$35,498 + 32% of the amount over \$182,100
\$231,251	\$578,100	35%	\$51,226 + 35% of the amount over \$231,250
\$578,101	--	37%	\$172,623.50 + 37% of the amount over \$578,100

MARRIED FILING SEPARATE

Taxable Income		Tax Rate	Ordinary Tax Calculation
Minimum	Maximum		
--	\$11,000	10%	10% of taxable income
\$11,001	\$44,725	12%	\$1,100 + 12% of the amount over \$11,000
\$44,726	\$95,375	22%	\$5,147 + 22% of the amount over \$44,725
\$95,376	\$182,100	24%	\$16,290 + 24% of the amount over \$95,375
\$182,101	\$231,250	32%	\$37,104 + 32% of the amount over \$182,100
\$231,251	\$346,875	35%	\$52,832 + 35% of the amount over \$231,250
\$346,876	--	37%	\$93,300.75 + 37% of the amount over \$346,875

CAPITAL GAINS AND DIVIDENDS

Short-term capital gains are gains from property held one year or less. These gains are taxed at ordinary income tax rates (above).

Long-term capital gains are gains from property held longer than one year. These gains are taxed at 0%, 15%, or 20% (below).

Tax Rate	Heads of Households		Married Filing Separate	
	Taxable Income			
	Minimum	Maximum	Minimum	Maximum
0%	--	\$59,750	--	\$44,625
15%	\$59,751	\$523,050	\$44,626	\$276,900
20%	\$523,051	--	\$276,901	--

Remember: Qualified dividends are taxed at long-term capital gains rates, and non-qualified dividends are taxed at ordinary income tax rates.

STANDARD DEDUCTIONS

Filing Status	Standard Deduction
Heads of Households	\$20,800
Married Filing Separate	\$13,850
Dependents*	\$1,250 – \$13,850

* The greater of (a) \$1,250 or (b) earned income plus \$400, not to exceed the standard deduction amount for a single taxpayer.

ADDITIONAL STANDARD DEDUCTIONS

Filing Status	Standard Deduction
Single, age 65 or older or blind	\$1,850
Single, age 65 or older and blind	\$3,700
Married, age 65 or older or blind	\$1,500
Married, age 65 or older and blind	\$3,000

Remember: Taxpayers can deduct the greater of their (a) applicable standard deduction or (b) total itemized deductions. Itemized deductions include unreimbursed medical and dental expenses in excess of 7.5% of AGI, state and local taxes paid, interest paid, gifts to charity, and other miscellaneous items.

CONTRIBUTION LIMITS

Elective Deferral (401(k), 403(b) & 457)	\$22,500
Catch-Up Contributions (401(k), 403(b) & 457)	\$7,500
SIMPLE IRA Deferral	\$15,500
Catch-Up Contribution (SIMPLE IRA)	\$3,500
SEP IRA Contribution	Lesser of 25% of net earnings or \$66,000
Traditional IRA/Roth IRA Contribution	\$6,500
Traditional IRA/Roth IRA Catch-Up Contribution	\$1,000

*Retirement plan catch-up contributions are allowed for taxpayers age 50 or older.
Health Savings Account – Individual \$3,850
Health Savings Account – Family \$7,750
*HSA catch-up contributions of \$1,000 are allowed for taxpayers age 55 or older.

Traditional IRA	Deductibility Phaseout	
	Modified Adjusted Gross Income (MAGI)	
	Heads of Households*	Married Filing Separate**
Full Deduction	< \$73,000	Not Eligible
Partial Deduction	\$73,000 – \$83,000	< \$10,000
No Deduction	> \$83,000	> \$10,000

* If the individual is not covered by an employer-sponsored plan, the contribution is fully deductible regardless of MAGI.

** Contributions are fully deductible regardless of MAGI if 1) neither spouse is covered by an employer-sponsored plan, or 2) only the individual's spouse is covered by an employer-sponsored plan and spouses lived apart the entire year. Use the Heads of Households phaseout limits if individual is covered by an employer-sponsored plan and did not live with spouse at any time during the year.

Roth IRA	Contribution Phaseout	
	Modified Adjusted Gross Income (MAGI)	
	Heads of Households	Married Filing Separate*
Full Contribution	< \$138,000	\$0
Partial Contribution	\$138,000 – \$153,000	\$0 – \$10,000
No Contribution	> \$153,000	> \$10,000

* If Married Filing Separate and did not live with spouse at any time during the year, use Heads of Households phaseout limits.

TAXATION OF SOCIAL SECURITY

	0%	Up to 50%	Up to 85%
Heads of Households & Married Filing Separate	<\$25,000	\$25,000 – \$34,000	>\$34,000

Note: If your filing status is Married Filing Separate and you lived with your spouse at any time during the year, the Provisional Income threshold amount is \$0.

As your Provisional Income increases through the above income brackets, the taxable portion of your Social Security benefit also gradually increases. No more than 85% of your benefit will be taxable. Provisional Income is your Adjusted Gross Income + Tax-Exempt Interest + 50% of your Annual Social Security benefit.