



Tax Facts and Figures

Business Expenses

2023 Standard Mileage Rate Per Mile	2023 Standard Deduction for Meals—High Low Method (Per Day)
Business.....65.5¢	High cost localities.....\$74
Medical and moving*.....22.0¢	All other localities.....\$64
Charitable.....14.0¢	Transportation workers.....\$69
Depreciation.....28.0¢	
Section 179 Expense Limits	Qualified Transportation Benefits (exclusion from income allowed, but no employer deduction)
Regular 179 limits.....\$1,160,000	Commuter benefits (per month)....\$300
SUV limits.....\$28,900	Parking benefits (per month).....\$300
Investment phaseout begins.....\$2,890,000	

*The moving expense deduction is available only to active duty military servicemembers pursuant to a permanent change of station (PCS) order.

2023 Retirement Plan Limits

401(k)/403(b) Deferral Limits	Roth IRA Phaseout Range
Under age 50.....\$22,500	MFJ.....\$218,000–\$228,000
Age 50 and over.....\$30,000	Single, HOH.....\$138,000–\$153,000
IRA Contribution Limits	MFS.....\$0–\$10,000
Under age 50.....\$6,500	SIMPLE Deferral Limits
Age 50 and over.....\$7,500	Under age 50.....\$15,500
IRA Deduction Phaseout Range if Covered by Employer Plan	Age 50 and over.....\$19,000
MFJ.....\$116,000–\$136,000	Qualified Retirement Plans
Spouse not covered.....\$218,000–\$228,000	Profit sharing/SEP limits.....25%/66,000
Single, HOH.....\$73,000–\$83,000	Defined benefit plan limits...\$265,000
MFS.....\$0–\$10,000	Compensation limits.....\$330,000

Education Tax Benefits

American Opportunity Credit	Education Savings Account (ESA)
MFJ phaseout....\$160,000–\$180,000	MFJ phaseout.....\$190,000–\$220,000
Single, HOH phaseout.....\$80,000–\$90,000	All others.....\$95,000–\$110,000
Maximum credit: \$2,500 per student	Annual contribution limit: \$2,000 per beneficiary
Up to 40% (\$1,000) may be refundable	Student Loan Interest Deduction
Lifetime Learning Credit	MFJ phaseout.....\$155,000–\$185,000
MFJ phaseout....\$160,000–\$180,000	Single, HOH phaseout.....\$75,000–\$90,000
Single, HOH phaseout.....\$80,000–\$90,000	Maximum deduction: \$2,500 per return
Maximum credit: \$2,000 per return	U.S. Savings Bonds Interest Exclusion
	MFJ phaseout.....\$137,800–\$167,800
	Single, HOH phaseout....\$91,850–\$106,850

Qualified Tuition Plans (529 plans)

- Distributions for qualifying expenses for college students or apprentices are not taxable.
- Distributions up to \$10,000 per student are allowed for tuition expenses for a public, private, or religious elementary or secondary school.
- Cumulative distributions up to \$10,000 per beneficiary and sibling for qualified education debt.

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2023 Tax Rates: Capital Gain and Dividend Income

If income is...	Maximum tax rate %	If asset is held...
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain	See below	More than 1 year
Qualified dividend income	See below	More than 60 days
Taxable Income		
Single.....\$0 to \$44,625	0%	
MFJ/QSS.....\$0 to \$89,250		
MFS.....\$0 to \$44,625		
HOH.....\$0 to \$59,750		
Estates and Trusts.....\$0 to \$3,000		
Taxable Income		
Single.....\$44,626 to \$492,300	15%	
MFJ/QSS.....\$89,251 to \$553,850		
MFS.....\$44,626 to \$276,900		
HOH.....\$59,751 to \$523,050		
Estates and Trusts.....\$3,001 to \$14,650		
Taxable Income		
Single.....\$492,301 and over	20%	
MFJ/QSS.....\$553,851 and over		
MFS.....\$276,901 and over		
HOH.....\$523,051 and over		
Estates and Trusts.....\$14,651 and over		
Short-term capital gain	37%	1 year or less
Ordinary dividend income	37%	60 days or less

Net Investment Income Tax (NIIT)

3.8% additional tax on investment income if MAGI above threshold amount

Filing status	Single, HOH	MFJ, QW	MFS
Threshold amount	\$200,000	\$250,000	\$125,000

2023 Qualified Business Income Deduction Thresholds

MFJ: \$364,200	MFS: \$182,100	Single, HOH, QSS: \$182,100
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Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 73.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of \$5,000.