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Please be aware that a large number of individual tax items of the 2018 Tax Act sunset in 2025.

New Alimony Rules: For Agreements executed or modified after 12/31/2018, alimony received is not income and alimony paid is not a deduction. However, parties can elect to follow any new rules that will be effective in 2026 as long as indicated in executed agreement.

*** Auto Mileage Rates for 1/1/2022 through 6/30/2022: Released December 17, 2021**

Business – 58.5 cents per mile	Medical - 18 cents per mile
Charity - 14 cents per mile	Moving - 18 cents per mile

*** Auto Mileage Rates for 7/1/2022 through 12/31/2022: Released June 9, 2022**

Business – 62.5 cents per mile	Medical - 22 cents per mile
Charity - 14 cents per mile	Moving - 22 cents per mile

*** Depreciation Component for business purposes of standard mileage rates are: 24 cents in 2015 and 2016; 25 cents in 2017 and 2018; 26 cents in 2019; 27 cents in 2020; 26 cents in 2021; and 26 cents in 2022.**

Released December 17, 2021

*** Gift Exclusion Annual Amount for 2022: \$16,000**

*** Estate and Gift Lifetime Exclusion for 2022: \$12.06 million (\$24.12M for spousal portability election)**

*** Foreign Earned Income Exclusion Annual Amount for 2022: \$112,000**

*** Social Security Numbers for 2022:**

Wage Limit: \$147,000

Quarter of Coverage: \$1,510

Retirement Earnings Test Exempt Amounts if under retirement age: \$19,560/yr (\$1,630/mo). Can earn \$19,560 in 2022 before their benefits are reduced by \$1 for every \$2 in excess earnings.

Retirement Earnings Test Exempt Amounts for year attaining retirement age before birth date: \$51,960/yr (\$4,330/mo). Benefit Reduction for months prior to full retirement age: \$1 of benefits for every \$3 earnings over limit

*** Long-Term Care Insurance Premium Limits for 2022:**

Age 40 or less:	\$ 450	More than 60, less than 71:	\$4,510
More than 40, less than 51:	\$ 850	More than 70:	\$5,640
More than 50, less than 61:	\$1,690		

*** HSA contribution amounts for 2022:**

Individual: \$3,650 (+\$1,000 for over age 55)

Family: \$7,300 (+\$1,000 for over age 55)

*** FSA contribution amounts for 2022: \$2,850. Maximum carryover amount is \$570.**

*** Retirement Deferrals for 2022:**

401(k) - \$20,500 (age 50 and over catch-up is \$6,500)
Simple - \$14,000 (age 50 and over catch-up is \$3,000)
IRA - \$6,000 (age 50 and over catch-up is \$1,000)
Defined Contribution Plan - \$61,000

*** Compensation limits (401, 404, 408) for 2022: \$305,000**

*** Certain expenses of elementary and secondary schoolteachers for 2022: \$300**

*** Child Tax Credit in 2022:** \$3,600 for children under six year of age and \$3,000 for children over five and under 18 years of age. Maximum refundable portion per child of \$1,500. Other dependents qualify for a \$500 nonrefundable credit.

*** Election to Expense Certain Depreciation Assets (Section 179) for 2022:** \$1,080,000 (limit on capital purchases: \$2,700,000). Maximum Sport Utility Vehicle cost is limited to \$ **TBD**.

*** 100% Bonus Depreciation in First Year until 12/31/2022.**

*** Standard Deductions for 2022:** \$25,900 (MFJ, Surviving Spouse); \$19,400 (HOH); and \$12,950 (Single, MFS). Additional deduction for aged or blind is \$1,400 (\$1,750 for unmarried taxpayers).

*** Additional Medicare Tax for 2022:** 3.8% surtax on net investment income and 0.9% Medicare contributions tax on earned income when adjusted gross income exceeds: \$250,000 (MFJ, Surviving Spouse); \$200,000 (HOH and Single) and \$125,000 (MFS)

*** Alternative Minimum Tax for 2022:** For 2022, the exemption amounts are \$75,900 (Single/HOH); \$118,100 (MFJ) and \$59,050 for (MFS) and do not phase out until \$539,900 (Single/HOH/MFS) and \$1,079,800 (MFJ). The exemption amount for estates and trusts is \$26,500. The 28% rate applies to excess AMTI of \$206,100 (MFJ/HOH/Single) and \$103,050 (MFS)

*** ACA Penalty for 2022:** For 2022, the penalty for not maintaining minimum essential health coverage: \$0

*** Deduction for Pass-through (includes Sole Shareholders) Entities:** 20% of Qualified Business Income (QBI) limited to 50% of W-2 Wages or 25% of wages and 2.5% of Qualified Property Unadjusted Basis. Income limitations for service industries. QBI thresholds are \$340,100 (MFJ); \$170,050 (S/HOH/MFS).

*** Capital Gains Tax Brackets for 2022:**

0% for income \$0 to \$41,675 (Single); \$0 to \$83,350 (MFJ); and \$0 to \$55,800 (HOH)
15% for income \$41,676 to \$459,750 (Single); \$83,351 to \$517,200 (MFJ); and \$55,801 to \$488,500 (HOH)
20% for income over \$459,750 (Single); over \$517,200 (MFJ); and over \$488,500 (HOH)

*** Medicare Coverage and Part D Costs for 2022:**

- Monthly Medicare payments are \$170.10 for MAGI under \$91,000 for Single/MFS and under \$182,000 for MFJ. Medicare Part D Premiums are set at plan premium at this level.
- Monthly Medicare payments are \$238.10 for MAGI above \$91,000 up to \$114,000 for Single and above \$182,000 up to \$228,000 for MFJ. Monthly Medicare Part D Premiums are set at plan premium plus \$12.40 at this level.
- Monthly Medicare payments are \$340.20 for MAGI above \$114,000 up to \$142,000 for Single and above \$228,000 up to \$284,000 for MFJ. Monthly Medicare Part D Premiums are set at plan premium plus \$32.10 at this level.
- Monthly Medicare payments are \$442.30 for MAGI above \$142,000 up to \$170,000 for Single and above \$284,000 up to \$340,000 for MFJ. Monthly Medicare Part D Premiums are set at plan premium plus \$51.70 at this level.

- Monthly Medicare payments are \$544.30 for MAGI above \$170,000 up to \$500,000 for Single; above \$340,000 up to \$750,000 for MFJ; and above \$91,000 up to \$409,000 for MFS. Monthly Medicare Part D Premiums are set at plan premium plus \$71.30 at this level.
- Monthly Medicare payments are \$578.30 for MAGI above \$500,000 for Single; above \$750,000 for MFJ; and above \$409,000 for MFS. Monthly Medicare Part D Premiums are set at plan premium plus \$77.90 at this level.