

2023/2024 TAX SEASON AT A GLANCE

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Tax Rates, Contribution Limits, and Other Important Data

Tax Year (TY) 2023/TY 2024 Deductions		
	TY 2023	TY 2024
Married filing jointly	\$27,700	\$29,200
Head of household	\$20,800	\$21,900
Single	\$13,850	\$14,600
Married filing separately	\$13,850	\$14,600
Standard deduction for dependent	Greater of \$1,250 or \$400 + earned income	Greater of \$1,300 or \$450 + earned income

Top Income Tax Bracket 2023 (37%)/2024 (37%)		
	TY 2023	TY 2024
Married filing jointly	\$693,750	\$731,200
Head of household	\$578,100	\$609,350
Single	\$539,900	\$609,350
Married filing separately	\$346,875	\$365,600

Long-Term Capital Gains and Qualified Dividends Rates at 20%		
	TY 2023	TY 2024
Married filing jointly	\$553,851	\$583,750
Head of household	\$523,051	\$551,350
Single	\$492,301	\$518,900
Married filing separately	\$276,901	\$291,850

Alternative Minimum Tax (AMT)		
Basic exemption amount: \$173,000 to be indexed annual	Taxpayers who have incomes that exceed the AMT may be subject to the alternative minimum tax which in 2024 is 20.5%.	
Maximum AMT exemption amount		
	TY 2023	TY 2024
Married filing jointly	\$126,500	\$126,500
Single/ Head of household	\$81,300	\$81,300
Exemption phaseout threshold		
Married filing jointly	\$1,156,300	\$1,156,300
Single/Head of household	\$578,150	\$578,150

Kiddie Tax: Child's Unearned Income
The first \$1,250 of a child's unearned income is tax-free, and the next \$1,250 is subject to the child's tax rate. Excess earnings above \$2,500 are taxed at the greater of the child's or the parents' rate.
To calculate the kiddie tax, follow this formula: Child's Net Earned Income (plus) Child's Net Unearned Income (minus) Child's Standard Deduction = Child's Taxable Income

Retirement Plans		
	TY 2023	TY 2024
Contribution limits		
Traditional and Roth IRAs	\$6,500 (\$7,500 if age 50 or older)	\$7,000 (\$8,000 if you're aged 50 or older)
401(k)	\$22,500	\$23,000
SIMPLE 401(k) and IRA	\$15,500 (age 49 or younger)	\$16,000 (age 49 or younger)
SIMPLE 401(k) and IRA	\$19,000 (age 50 or older)	\$19,500 (age 50 or older)

Roth IRA income phase out range (contributions)		
Single/Head of household	\$138,000 - \$153,000	\$138,000 - \$153,000
Married filing jointly	\$218,000 - \$228,000	\$218,000 - \$228,000
Married filing separately (if lived with spouse at any time of the year)	\$0 - \$10,000	\$0 - \$10,000
Married filing separately (if did not live with spouse at all during year)	\$138,000 - \$153,000	\$138,000 - 153,000

Traditional IRA income phase out range (deductibility)		
1. Covered by an employer-sponsored plan and filing as:		
Single/Head of household	\$73,000 - \$83,000	\$77,000 - \$87,000
Married filing jointly	\$116,000 - \$136,000	\$123,000 - \$143,000
Married filing separately	\$0 - \$10,000	\$0 - \$10,000
2. Not covered by plan but filing joint return with covered spouse		
	\$218,000 - \$228,000	\$230,000 - \$240,000

Estate Planning		
	TY 2023	TY 2024
Annual gift tax exclusion	\$17,000 per recipient	\$18,000 per recipient
Basic exclusion amount	\$12,920,000	\$13,610,000

401(k) Contribution Limit		
Annual threshold	\$22,500	\$23,000

Key Upcoming Dates 2024 Important Dates and Deadlines

Date	Description
January 16, 2024	4th Quarter 2023 estimated tax payment due. If you have other income without tax withholding or you are self-employed and you make quarterly estimated tax payments, this is your due date for the final quarter payment for 2023.
January 23, 2024	The tax season begins.
January 31, 2024	Due date for employers to send W-2 forms (this is the last day they send forms, not when you, the taxpayer, receives them.)
January 31, 2024	Recipient deadline for forms 1099-K, 1099-NEC, 1099-C, 1099-DIV, 1099-INT, 1099-R, and 1098-T.
February 15, 2024	Recipient deadline for forms 1099-B, 1099-S.
March 15, 2024	Recipient deadline for form 1042-S.
April 15, 2024	Deadline to file your 2023 personal tax return (or an extension).
April 15, 2024	Last day to make 2023 retirement contributions.
April 15, 2024	First quarter estimated tax payment is due.
June 17, 2024	Second quarter estimated tax payment is due.
September 16, 2024	Third quarter estimated tax payment is due.
October 15, 2024	Deadline to file your extended 2023 personal tax return. Remember, an extension of time to file your tax return does not give you an extension to pay your taxes.
January 15, 2025	Fourth quarter estimated tax payment is due.

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Sources: www.bankrate.com, www.cnbc.com, www.efile.com, www.forbes.com, www.fool.com, www.investopedia.com, www.jdsupra.com, www.irs.gov



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