

IMPORTANT TAX CHANGES 2023

Standard Deduction Increase

- Single - From \$12,950 to \$13,850
- Heads of household - From \$19,400 to \$20,800
- Married - From \$25,900 to \$27,700

Marginal Tax thresholds Increase adjustment due to inflation

- 10% - Incomes up to \$11,000 (\$22,000 For Married Filing Jointly)
- 12% - Incomes above \$11,000 (\$22,000 For Married Filing Jointly)
- 22% - Incomes above \$44,725 (\$89,450 For Married Filing Jointly)
- 24% - Incomes above \$95,375 (\$190,750 For Married Filing Jointly)
- 32% - Incomes above \$182,100 (\$364,200 For Married Filing Jointly)
- 35% - Incomes up to \$231,250 (\$462,500 For Married Filing Jointly)
- 37% - Incomes above \$578,128 (\$693,750 For Married Filing Jointly)

Earned Income Credit (EIC) Increase

From \$6,935 in 2022 to \$7,430 in 2023

IRA Contribution limits increase

From \$6,500 to \$7,000 under age 50 and \$7,500 for over age 50 for 2023 & 2024

Employer Retirement Plan increase - 401(K), 403B. ETC.

From \$20,500 in 2022 to \$22,500 in 2023

Health Saving Account - ("HSA") increase

- Individual contribution limit \$3,850
- Family contribution limit \$7,750
- Must meet minimum deductibles \$1,500 - Individual and \$3,000 - Family

Capital Gain Tax 2023

0% Tax Rate

- 0% - \$44,625 for Individual and/or married filing separately
- 0% - \$59,750 for Heads of Household
- 0% - \$89,250 for Married Filing Jointly

15% Tax Rate

- \$44,625 - \$492,300 for Individual
- \$44,625 - \$276,900 for Married Filing Separately
- \$59,751 - \$523,050 for Heads of Household
- \$89,251 - \$553,850 for Married Filing Jointly

For other tax changes, please visit: <https://www.irs.gov/>