

# 2023 FAST FACTS

## 2023 Federal Tax Rate Schedule

Rate	Single		MFJ or QSS		MFS		HOH	
10%	\$0	11,000	\$0	22,000	\$0	11,000	\$0	15,700
12%	11,001	44,725	22,001	89,450	11,001	44,725	15,701	59,850
22%	44,726	95,375	89,451	190,750	44,726	95,375	59,851	95,350
24%	95,376	182,100	190,751	364,200	95,376	182,100	95,351	182,100
32%	182,101	231,250	364,201	462,500	182,101	231,250	182,101	231,250
35%	231,251	346,875	462,501	693,750	231,251	346,875	231,251	578,100
37%	346,876	---	693,751	---	346,876	---	578,101	---

Special Withholding	
Federal	California
<b>Supplemental</b>	
22%	6.6%
<b>Backup</b>	
24%	7%

## 2023 CA Tax Rate Schedule

Rate	Single		MFJ or QSS		MFS		HOH	
1%	\$0	10,412	\$0	20,824	\$0	10,412	\$0	20,839
2%	10,413	24,684	20,825	49,368	10,413	24,684	20,840	49,371
4%	24,685	38,959	49,369	77,918	24,685	38,959	49,372	63,644
6%	38,960	54,081	77,919	108,162	38,960	54,081	63,645	78,765
8%	54,082	68,350	108,163	136,700	54,082	68,350	78,766	93,037
9.3%	68,351	349,137	136,701	698,274	68,351	349,137	93,038	474,824
10.3%	349,138	418,961	698,275	837,922	349,138	418,961	474,825	569,790
11.3%	418,962	698,271	837,923	1,396,542	418,962	698,271	569,791	949,649
12.3%	698,272	---	1,396,543	---	698,272	---	949,650	---

Penalties	
Failure to file	<\$485 or 100% of tax
No file Ptr/Scorp	235/mo per K-1
No file 1099/W-2	310/ea If willful \$630 or 10% x amt
<30 days late	60/ea
By Aug 1	120/ea
Due diligence	560

CA Mental Health Services Tax - 1% of taxable income > \$1,000,000

## Standard Deduction

	Single		MFJ or QSS		MFS		HOH	
	Federal	CA	Federal	CA	Federal	CA	Federal	CA
<b>2023</b>	13,850	5,363	27,700	10,726	13,850	5,363	20,800	10,726
<b>≥ 65/Blind</b>	1,850	144 credit	1,500	288 credit	1,850	144 credit	1,850	144 credit
<b>Dependents</b>	Greater of \$1,250 or earned income + \$400							
<b>Phaseout if inc &gt;</b>	6% of inc > >237,035		6% of inc > >474,075		6% of inc > >237,035		6% of inc > >355,558	

2024 Health Plans	
HSA self	4,150
HSA family	8,300
HSA 55+	1,000
HRA self	6,150
HRA family	12,450
HRA 55+	0 extra

## Exemptions (Federal reference amount is \$4,700)

	Single		MFJ or QSS		MFS		HOH	
	Federal	California	Federal	California	Federal	California	Federal	California
<b>Taxpayers</b>	0	144 credit	0	288 credit	0	144 credit	0	144 credit
<b>Dependents</b>	0	446 credit	0	446 credit	0	446 credit	0	446 credit
<b>Phaseout if inc &gt;</b>	N/A	\$6/\$2500 >237,035	N/A	\$12/\$2500 >474,075	N/A	\$6/\$1250 >237,035	N/A	\$6/\$2500 >355,558

Poverty Level	
Single	13,590
Family of 2	18,310
Family of 3	23,030
Family of 4	27,750
Family of 6	37,190
Family of 8	46,630

## Estate/Trust Tax Rates

Rate	Taxable Income	
10%	\$0	2,900
24%	2,901	10,550
35%	10,551	14,450
37%	14,451	...

## Vehicle Depreciation

Year 1	Federal	California
	12,200	3,860
<b>+ Bonus</b>	8,000	0
<b>\$179 SUV</b>	28,900	25,000
<b>Cash Method of Acct</b>		
Inc limit avg prior 3 yrs	\$29M	

## Standard Mileage Rates

	2023	2024
	<b>Business</b>	65.5c
<b>Deprec</b>	28c	
<b>Charity</b>	14c	
<b>Med/Move</b>	22c	

## Bonus Dep %

<b>2023</b>	80%
<b>2024</b>	60%
<b>2025</b>	40%
<b>2026</b>	0%
<b>2027</b>	0
<b>2028</b>	0

Annual gift exclusion \$17,000

Charitable Contributions \$179 limit

Phase-out if inv > 1,160,000

2024 \$18,000

Insubstantial benefit \$125

2,890,000

Estate exemption '23 12,920,000

## CA LLC Gross Receipts Fee (in addition to \$800 LLC tax)

0	249,000	250,000	499,000	500,000	999,999	1M	4,999,999	5M	S Corp Fee
0		900		2,500		6,000		11,790	1.5%xnet

**Earned Income Credit (not allowed if investment income > \$11,000)**

# of Children	Max Credit	Federal					
		Single/QSS/HOH			MFJ		
		Min inc for max	Max inc for max	Benefit Ends	Min inc for max	Max inc for max	Benefit Ends
No Children	600	7,840	9,800	17,640	7,840	16,370	24,210
1 Child	3,995	11,750	21,560	46,560	11,750	28,120	53,120
2 Children	6,604	16,510	21,560	52,918	16,510	28,120	59,478
3 Children	7,430	16,510	21,560	56,838	16,510	28,120	63,398

**Phaseouts & Income Limitations**

Tax Benefit	Single/HOH		MFJ		MFS	
	Begin Phaseout	Benefit Ends	Begin Phaseout	Benefit Ends	Begin Phaseout	Benefit Ends
Child Tax cr (\$2,000 child < age 17)	200,000	240,000+	400,000	440,000+	200,000	240,000+
Child Tax Credit - Refundable Amount	2023 - \$1,600 if earned income is at least \$2,500					
Dependent credit (\$500)(inc ref amt \$4,700)	200,000	210,000+	400,000	410,000+	200,000	210,000+
CA Young Child & Foster Youth Tax cr (\$1,117)	25,775 earned	30,950 earned	25,775 earned	30,950 earned	25,775 earned	30,950 earned
\$199A QBI limitations	182,100	232,100	364,200	464,200	182,100	232,100
Excess Business loss limitation	289,000		578,000		289,000	
SS taxability phase-in (Inc + 1/2 SS >)	25,000	34,000	32,000	44,000	0	0
SS + Medicare tax (double for SE tax)	SS 6.2% x 160,200 = \$9,932 (each if married) --- Medicare 1.45% x unlimited					
Add'l .9% Medicare tax & 3.8% NIIT	200,000		250,000		125,000	
SS recipients' earnings limits	Under full retirement age		21,240	In year reach full ret age		56,520
SS recipients' benefits loss	\$1 per \$2 earnings over limit			\$1 per \$3 earnings over limit		
Medicare premiums (Based on 2021 income)	≤\$97k/194k MFJ	≤123k/246k MF	≤153k/306k MFJ	≤183k/366k MF	≤500k/750k MF	≥
	164.90/mo	230.80/mo	329.80/mo	428.60/mo	527.50/mo	560.50/mo
Student loan interest (Max 2,500)	75,000	90,000	155,000	185,000	0	0
AOC (100% x 2,000 + 25% x 2,000)	80,000	90,000	160,000	180,000	0	0
Lifetime Learning credit (20% x 10,000)	80,000	90,000	160,000	180,000	0	0
Education Savings Bond interest exclusion	91,820	106,850	137,800	167,800	0	0
Adoption credit (\$15,950 max)	239,230	279,230	239,230	279,230	0	0
Foreign earn'd inc/housing exclusion	120,000 / 36,000		For each qualified		120,000 / 36,000	
IRA traditional - active participant	73,000	83,000	116,000	136,000	0	10,000
IRA traditional - non-active spouse			218,000	228,000		
IRA Roth	138,000	153,000	218,000	228,000	0	10,000
CA renter's credit (\$60/\$120)	50,746	50,746	101,492	101,492	50,746	50,746

**Retirement Plan Contribution Limits**

	2023	Age 50+	2024	Age 50+
	Traditional or Roth IRA	6,500	+1,000	7,000
SIMPLE IRA worker deferral	15,500	+3,500	16,000	3,500
SIMPLE IRA employer	2% or 3% x comp			
SEP IRA (25% x comp)	66,000	0	69,000	0
401(k)/403(b)/457 deferral	22,500	+7,500	23,000	7,500
401(k)... employer	66,000-def'l	+7,500	69,000	7,500
Compensation limit	330,000		345,000	

**CA Insurance Mandate**

2023	Greater of	
Individual	900/adult	2.5% x inc
Mandate	425/child	
Penalty	2,700/family	

**2023 Per Diem Rates**

Google "per diem rate lookup" for list of high- & low-cost cities

	High-cost	Low-cost
1/1/23-9/30/23	297/74	204/64
10/1/23-12/31/23	309/74	214/64
M&IE Transportatio	69	

**Estimated Tax Payment Requirements**

	Federal 25%/25%/25%/25%	California 30%/40%/0/30%
Min Thresh'd	Tax due ≥ \$1,000	Tax due ≥ \$500 (MFS \$250)
Normal Taxpayer	100% x prior year tax OR 90% of current year tax	100% of prior year tax OR 90% of current year tax
AGI > \$150K	110% of prior year tax OR	110% of prior year tax OR
AGI ≥ \$1M MFS ≥ 500K	90% of current year tax	90% of current year tax
		<b>Cannot use 110% of prior year tax!!!</b>
Electronic Pym't Req'd	Not applicable	Total tax ≥ \$80,000 OR any pymt ≥ \$20,000 in current or any prior year!

