

Federal Tax Rates and Limits for 2023

Individual Income Tax Rates

Taxable Income	Flat Amount	+	%	Of Amount Over
Unmarried Individuals				
\$ 0 to \$ 11,000	\$ 0		10%	\$ 0
11,001 to 44,725	1,100.00		12%	11,000
44,726 to 95,375	5,147.00		22%	44,725
95,376 to 182,100	16,290.00		24%	95,375
182,101 to 231,250	37,104.00		32%	182,100
231,251 to 578,125	52,832.00		35%	231,250
578,126 to +	174,238.25		37%	578,125
Married Filing Jointly and Surviving Spouses				
\$ 0 to \$ 22,000	\$ 0		10%	\$ 0
22,001 to 89,450	2,200.00		12%	22,000
89,451 to 190,750	10,294.00		22%	89,450
190,751 to 364,200	32,580.00		24%	190,750
364,201 to 462,500	74,208.00		32%	364,200
462,501 to 693,750	105,664.00		35%	462,500
693,751 to +	186,601.50		37%	693,750
Head of Household				
\$ 0 to \$ 15,700	\$ 0		10%	\$ 0
15,701 to 59,850	1,570.00		12%	15,700
59,851 to 95,350	6,868.00		22%	59,850
95,351 to 182,100	14,678.00		24%	95,350
182,101 to 231,250	35,498.00		32%	182,100
231,251 to 578,100	51,226.00		35%	231,250
578,101 to +	172,623.50		37%	578,100
Married Filing Separately				
\$ 0 to \$ 11,000	\$ 0		10%	\$ 0
11,001 to 44,725	1,100.00		12%	11,000
44,726 to 95,375	5,147.00		22%	44,725
95,376 to 182,100	16,290.00		24%	95,375
182,101 to 231,250	37,104.00		32%	182,100
231,251 to 346,875	52,832.00		35%	231,250
346,876 to +	93,300.75		37%	346,875
Estates and Trusts				
\$ 0 to \$ 2,900	\$ 0		10%	\$ 0
2,901 to 10,500	290.00		24%	2,900
10,551 to 14,450	2,126.00		35%	10,550
14,451 to +	3491.00		37%	14,450

Exemption Amounts for Alternative Minimum Tax

Filing Status	2023 Exemption	Exemption Amounts Phase Out At	2023 AMT Income in Excess of Exemption	AMT Rate
Single	\$81,300	\$578,150	First \$220,700 Above \$220,700	26% 28%
Married filing jointly	\$126,500	\$1,156,300	First \$220,700 Above \$220,700	26% 28%
Married filing separately	\$63,250	\$578,100	First \$110,350 Above \$110,350	26% 28%

Capital Gains Tax Rates

Taxable Income	Tax Rate
Less than \$44,625 Single / \$89,250 Married filing jointly / \$59,750 Head of household	0%
Over \$44,625 Single/\$89,250 Married/\$59,750 Head of household <i>but less than</i> \$492,300 Single / \$553,850 Married filing jointly / \$523,050 Head of household	15%
Over \$492,300 Single/\$553,850 Married filing jointly/ \$523,050 Head of household	20%
Taxes on un-recaptured Sec. 1250 gains:	25%
Capital gains rates on collectibles:	28%

Standard Deductions

Filing Status	Standard Deduction
Single	\$ 13,850
Married filing jointly	27,700
Head of household	20,800
Married filing separately	13,850
Additional deductions for certain taxpayers (provided they don't itemize): Age 65 or blind -- \$1,500 if married; \$1,850 if unmarried and not a surviving spouse. Dependents may take only a limited standard deduction which cannot exceed the greater of (i) \$1,250 or (ii) \$400 plus earned income (up to the regular standard deduction).	

Gift and Estate Tax

Unified Tax Rates	Flat Amount	+	%	Of Amount Over
\$ 0 to \$ 10,000	\$ 0		18%	\$ 0
10,000 to 20,000	1,800		20%	10,000
20,000 to 40,000	3,800		22%	20,000
40,000 to 60,000	8,200		24%	40,000
60,000 to 80,000	13,000		26%	60,000
80,000 to 100,000	18,200		28%	80,000
100,000 to 150,000	23,800		30%	100,000
150,000 to 250,000	38,800		32%	150,000
250,000 to 500,000	70,800		34%	250,000
500,000 to 750,000	155,800		37%	500,000
750,000 to 1,000,000	248,300		39%	750,000
1,000,000 to —	345,800		40%	1,000,000
Estate Tax & Lifetime Gift Tax Applicable Exclusion Amount:				
Basic exclusion amount: \$12,920,000				
Annual gift tax exclusion: \$17,000 per donee				
Annual gift tax exclusion for a noncitizen spouse: \$175,000				

Social Security

Benefits: Full retirement age is 66, if born between 1943 and 1954. Maximum monthly benefit is \$4,555.

Retirement earnings exempt amounts:

Before full retirement age:	\$ 19,560
If full retirement age is reached during the year:	51,960
After full retirement age:	No limit

Income Taxation of Social Security Benefits:

To calculate the special tax base for determining whether a taxpayer's Social Security retirement benefits are subject to tax, add one-half of Social Security benefits, plus all other income (including tax-exempt).

Filing Status	Tax Base	% of Benefits Taxed
Single or head of household	\$25,000 - \$34,000 Over \$34,000	50% 85%
Married filing jointly	\$32,000 - \$44,000 Over \$44,000	50% 85%
Married filing separately	Depends on whether or not the spouses lived together during tax year.	Up to 85%

FICA: Social Security tax paid on income up to \$160,200

	% Withheld	Maximum Tax Payable
Employee pays	6.2%	\$ 9,932.40
Self-employed pays	12.4%	19,864.80



Retirement Plan Contribution Limits

Defined Contribution Plans [IRC Sec. 415(c)]	
Annual contribution limit:	\$ 66,000
Defined Benefit Plans [IRC Sec. 415(b)]	
Annual benefit limit:	265,000
401(k), 403(b), SARSEPS, and 457(b) Plans	
Elective deferral:	22,500
Age 50+ catch-up provisions:	7,500
SIMPLE Plans	
Elective deferral:	15,500
Age 50+ catch-up provisions:	3,500
Maximum annual compensation used to calculate contributions for most plans:	330,000

Individual Retirement Accounts

Contribution limit of \$6,500, with an age 50+ catch-up provision of \$1,000, subject to the following income limits.

Type	Deduction Phase Out Range
Traditional (deductible)	Single or Head of household: \$73,000 to \$83,000
	Married filing jointly, contributor is covered: \$116,000 to \$136,000
	Married filing jointly, contributor is not covered: \$218,000 to \$228,000
	Married filing separately: \$0 to \$10,000
Roth	Single or Head of household: \$138,000 to \$153,000
	Married filing jointly: \$218,000 to \$228,000
	Married filing separately: \$0 to \$10,000

Required Minimum Distributions – Uniform Lifetime Table

Calculate RMDs from qualified retirement plans and IRAs by dividing the account balance on Dec. 31 of the preceding year by the factor that corresponds to the account owner's attained age in the year of the distribution. Married owners with spouses more than ten years younger use the Joint and Last Survivor Table to calculate RMDs.

Age	Factor	Age	Factor	Age	Factor	Age	Factor
72	27.4	82	18.5	92	10.8	102	5.6
73	26.5	83	17.7	93	10.1	103	5.2
74	25.5	84	16.8	94	9.5	104	4.9
75	24.6	85	16	95	8.9	105	4.6
76	23.7	86	15.2	96	8.4	106	4.3
77	22.9	87	14.4	97	7.8	107	4.1
78	22.0	88	13.7	98	7.3	108	4.1
79	21.1	89	12.9	99	6.8	109	3.7
80	20.2	90	12.2	100	6.4	110	3.5
81	19.4	91	11.5	101	6.0	111	3.4

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