

2023 IMPORTANT NUMBERS



| FEDERAL INCOME TAX | | |
|--------------------|-----------------------|-----------------------|
| TAX RATE | MFJ | SINGLE |
| 10% | \$0 - \$22,000 | \$0 - \$11,000 |
| 12% | \$22,001 - \$89,450 | \$11,001 - \$44,725 |
| 22% | \$89,451 - \$190,750 | \$44,726 - \$95,375 |
| 24% | \$190,751 - \$364,200 | \$95,376 - \$182,100 |
| 32% | \$364,201 - \$462,500 | \$182,101 - \$231,250 |
| 35% | \$462,501 - \$693,750 | \$231,251 - \$578,125 |
| 37% | Over \$693,750 | Over \$578,125 |
| ESTATES & TRUSTS | | |
| 10% | \$0 - \$2,900 | |
| 24% | \$2,901 - \$10,550 | |
| 35% | \$10,551 - \$14,450 | |
| 37% | Over \$14,450 | |

| ALTERNATIVE MINIMUM TAX | | |
|-------------------------------------|-------------|-----------|
| | MFJ | SINGLE |
| EXEMPTION AMOUNT | \$126,500 | \$81,300 |
| 28% TAX RATE APPLIES TO INCOME OVER | \$220,700 | \$220,700 |
| EXEMPT PHASEOUT THRESHOLD | \$1,156,300 | \$578,150 |
| EXEMPTION ELIMINATION | \$1,662,300 | \$903,350 |

| LONG-TERM CAPITAL GAINS TAX | | | |
|--|------------|----------------------|-------------|
| Rates apply to LTCGs and qualified dividends, and are based on taxable income. | | | |
| FILING STATUS | 0% RATE | 15% RATE | 20% RATE |
| MFJ | ≤ \$89,250 | \$89,251 - \$553,850 | > \$553,850 |
| SINGLE | ≤ \$44,625 | \$44,626 - \$492,300 | > \$492,300 |
| ESTATES/TRUSTS | ≤ \$3,000 | \$3,001 - \$14,650 | > \$14,650 |

| 3.8% NET INVESTMENT INCOME TAX | | | |
|---|-----------|--------|-----------|
| Paid on the lesser of net investment income or excess of MAGI over: | | | |
| MFJ | \$250,000 | SINGLE | \$200,000 |

| STANDARD DEDUCTION | | | |
|--------------------|----------|------------------------------------|---------|
| FILING STATUS | | ADDITIONAL (AGE 65/OLDER OR BLIND) | |
| MFJ | \$27,700 | MARRIED (EACH ELIGIBLE SPOUSE) | \$1,500 |
| SINGLE | \$13,850 | UNMARRIED (SINGLE, HOH) | \$1,850 |

| SOCIAL SECURITY | | | |
|-----------------|-----------|-----------------|----------|
| WAGE BASE | \$160,200 | EARNINGS LIMIT: | |
| MEDICARE | No Limit | Below FRA | \$21,240 |
| COLA | 8.7% | Reaching FRA | \$56,520 |

| FULL RETIREMENT AGE | | | |
|---------------------|----------|------------|-----------|
| BIRTH YEAR | FRA | BIRTH YEAR | FRA |
| 1943-54 | 66 | 1958 | 66 + 8mo |
| 1955 | 66 + 2mo | 1959 | 66 + 10mo |
| 1956 | 66 + 4mo | 1960+ | 67 |
| 1957 | 66 + 6mo | | |

| PROVISIONAL INCOME | MFJ | SINGLE |
|--------------------|---------------------|---------------------|
| 0% TAXABLE | < \$32,000 | < \$25,000 |
| 50% TAXABLE | \$32,000 - \$44,000 | \$25,000 - \$34,000 |
| 85% TAXABLE | > \$44,000 | > \$34,000 |

| MEDICARE PREMIUMS & IRMAA SURCHARGE | | |
|-------------------------------------|-----------------------------|------------------------|
| PART B PREMIUM: | \$164.90 | |
| PART A PREMIUM: | Less than 30 Credits: \$506 | 30 - 39 Credits: \$278 |

| YOUR 2021 MAGI INCOME WAS: | | IRMAA SURCHARGE: | |
|----------------------------|-----------------------|------------------|---------|
| MFJ | SINGLE | PART B | PART D |
| \$194,000 or less | \$97,000 or less | - | - |
| \$194,001 - \$246,000 | \$97,001 - \$123,000 | \$65.90 | \$12.20 |
| \$246,001 - \$306,000 | \$123,001 - \$153,000 | \$164.80 | \$31.50 |
| \$306,001 - \$366,000 | \$153,001 - \$183,000 | \$263.70 | \$50.70 |
| \$366,001 - \$749,999 | \$183,001 - \$499,999 | \$362.60 | \$70.00 |
| \$750,000 or more | \$500,000 or more | \$395.60 | \$76.40 |

| RETIREMENT PLANS | | |
|---|---|-----------------------|
| ELECTIVE DEFERRALS (401(K), 403(B), 457) | | |
| Contribution Limit | \$22,500 | |
| Catch Up (Age 50+) | \$7,500 | |
| 403(b) Additional Catch Up (15+ Years of Service) | \$3,000 | |
| DEFINED CONTRIBUTION PLAN | | |
| Limit Per Participant | \$66,000 | |
| DEFINED BENEFIT PLAN | | |
| Maximum Annual Benefit | \$265,000 | |
| SIMPLE IRA | | |
| Contribution Limit | \$15,500 | |
| Catch Up (Age 50+) | \$3,500 | |
| SEP IRA | | |
| Maximum % of Comp (Adj. Net Earnings If Self-Employed) | 25% | |
| Contribution Limit | \$66,000 | |
| Minimum Compensation | \$750 | |
| TRADITIONAL IRA & ROTH IRA CONTRIBUTIONS | | |
| Total Contribution Limit | \$6,500 | |
| Catch Up (Age 50+) | \$1,000 | |
| ROTH IRA ELIGIBILITY | | |
| SINGLE MAGI PHASEOUT | \$138,000 - \$153,000 | |
| MFJ MAGI PHASEOUT | \$218,000 - \$228,000 | |
| TRADITIONAL IRA DEDUCTIBILITY (IF COVERED BY WORK PLAN) | | |
| SINGLE MAGI PHASEOUT | \$73,000 - \$83,000 | |
| MFJ MAGI PHASEOUT | \$116,000 - \$136,000 | |
| MFJ (IF ONLY SPOUSE IS COVERED) | \$218,000 - \$228,000 | |
| EDUCATION TAX CREDIT INCENTIVES | | |
| | AMERICAN OPPORTUNITY | LIFETIME LEARNING |
| AMOUNT OF CREDIT | 100% of first \$2,000, 25% of next \$2,000 | 20% of first \$10,000 |
| SINGLE MAGI PHASEOUT | \$80,000 - \$90,000 | \$80,000 - \$90,000 |
| MFJ MAGI PHASEOUT | \$160,000 - \$180,000 | \$160,000 - \$180,000 |

| UNIFORM LIFETIME TABLE (RMD) | | | |
|---|--------|-----|--------|
| Used to calculate RMD for account owners who have reached their RBD. Not to be used when spousal beneficiary is more than 10 years younger. | | | |
| AGE | FACTOR | AGE | FACTOR |
| 73 | 26.5 | 89 | 12.9 |
| 74 | 25.5 | 90 | 12.2 |
| 75 | 24.6 | 91 | 11.5 |
| 76 | 23.7 | 92 | 10.8 |
| 77 | 22.9 | 93 | 10.1 |
| 78 | 22.0 | 94 | 9.5 |
| 79 | 21.1 | 95 | 8.9 |
| 80 | 20.2 | 96 | 8.4 |
| 81 | 19.4 | 97 | 7.8 |
| 82 | 18.5 | 98 | 7.3 |
| 83 | 17.7 | 99 | 6.8 |
| 84 | 16.8 | 100 | 6.4 |
| 85 | 16.0 | 101 | 6.0 |
| 86 | 15.2 | 102 | 5.6 |
| 87 | 14.4 | 103 | 5.2 |
| 88 | 13.7 | | |

| SINGLE LIFETIME TABLE (RMD) | | | | | |
|--|--------|-----|--------|-----|--------|
| Used to calculate RMD for certain beneficiaries of inherited accounts. This is an abbreviated version. | | | | | |
| AGE | SINGLE | AGE | SINGLE | AGE | SINGLE |
| 25 | 60.2 | 43 | 42.9 | 61 | 26.2 |
| 26 | 59.2 | 44 | 41.9 | 62 | 25.4 |
| 27 | 58.2 | 45 | 41.0 | 63 | 24.5 |
| 28 | 57.3 | 46 | 40.0 | 64 | 23.7 |
| 29 | 56.3 | 47 | 39.0 | 65 | 22.9 |
| 30 | 55.3 | 48 | 38.1 | 66 | 22.0 |
| 31 | 54.4 | 49 | 37.1 | 67 | 21.2 |
| 32 | 53.4 | 50 | 36.2 | 68 | 20.4 |
| 33 | 52.5 | 51 | 35.3 | 69 | 19.6 |
| 34 | 51.5 | 52 | 34.3 | 70 | 18.8 |
| 35 | 50.5 | 53 | 33.4 | 71 | 18.0 |
| 36 | 49.6 | 54 | 32.5 | 72 | 17.2 |
| 37 | 48.6 | 55 | 31.6 | 73 | 16.4 |
| 38 | 47.7 | 56 | 30.6 | 74 | 15.6 |
| 39 | 46.7 | 57 | 29.8 | 75 | 14.8 |
| 40 | 45.7 | 58 | 28.9 | 76 | 14.1 |
| 41 | 44.8 | 59 | 28.0 | 77 | 13.3 |
| 42 | 43.8 | 60 | 27.1 | 78 | 12.6 |

| ESTATE & GIFT TAX | | |
|--------------------|----------|---------------------------|
| LIFETIME EXEMPTION | TAX RATE | GIFT TAX ANNUAL EXCLUSION |
| \$12,920,000 | 40% | \$17,000 |

| HEALTH SAVINGS ACCOUNT | | | |
|------------------------|----------|---------------------------|---------------------------|
| COVERAGE | CONTRIB. | MINIMUM ANNUAL DEDUCTIBLE | MAX OUT-OF-POCKET EXPENSE |
| INDIVIDUAL | \$3,850 | \$1,500 | \$7,500 |
| FAMILY | \$7,750 | \$3,000 | \$15,000 |
| AGE 55+ CATCH UP | \$1,000 | N/A | N/A |

Disclosure



Next Mission Financial Planning, LLC is a registered investment adviser with the state of Missouri and may only transact business with residents of those states, or residents of other states where otherwise legally permitted subject to exemption or exclusion from registration requirements. Registration with the United States Securities and Exchange Commission or any state securities authority does not imply a certain level of skill or training.

Any information provided has been obtained from sources considered reliable, but we do not guarantee the accuracy, or the completeness of, any description of securities, markets or developments mentioned.

Michael Hunsberger

info@nextmissionfinancialplanning.com | <https://nextmissionfinancialplanning.com>