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2023 TAX REFERENCE GUIDE

These tax tables are designed to offer a quick summary of tax brackets and taxes for: personal income, capital gains, children, and both employer and personal retirement plans.

2023 PERSONAL INCOME TAX

PERSONAL INCOME TAX TABLE

U.S. tax rates are progressive and are designed with a graduated approach that breaks taxable income into tax brackets, segmenting income by different tax rates. For instance, a married couple filing jointly with taxable income of $450,000 would pay 10% on the first $22,000 ($2,200); 12% on the next $67,450 ($8,094); 22% on the next $101,299 ($22,286); 24% on the next $173,449 ($41,628); and 32% on the remaining $85,802 ($27,457). The total tax would be $101,665.

2023 Federal Income Tax Brackets and Rates for Single Filers, Married Couples, and Heads of Households

Tax Rate	Single Filers	Married Individuals Filing Joint Returns	Married Individuals Filing Separate Returns	Heads of Households
10%	$0 to $11,000	$0 to $22,000	$0 to $11,000	$0 to $15,700
12%	$11,001 to $44,725	$22,001 to $89,450	$11,001 to $44,725	$15,701 to $59,850
22%	$44,726 to $95,375	$89,451 to $190,750	$44,726 to $95,375	$59,851 to $95,350
24%	$95,576 to $182,100	$190,751 to $364,200	$93,576 to $182,100	$95,351 to $182,100
32%	$182,101 to $231,250	$364,201 to $462,500	$182,101 to $231,250	$182,101 to $231,250
35%	$231,251 to $578,125	$462,501 to $693,750	$231,251 to $346,875	$231,251 to $578,100
37%	$578,126 or more	$693,751 or more	$346,876 or more	$578,101 or more

Source: Internal Revenue Service. Tables from https://taxfoundation.org/2023-tax-brackets

2023 Federal Income Tax Brackets and Rates for Estates and Trusts

Tax Rate	Estates and Trusts
10%	$0 to $2,900
24%	$2,901 to $10,550
35%	$10,551 to $14,450
37%	$14,451 or more

2023 LONG-TERM CAPITAL GAINS TAX BRACKETS

	Single Filers	Married Individuals Filing Joint Returns	Married Individuals Filing Separate Returns	Heads of Households
0%	$0 – $44,625	$0 – $89,250	$0 – $44,625	$0 – $59,750
15%	$44,626 – $492,300	$89,251 – $553,850	$44,626 – $276,900	$59,751 – $523,050
20%	Over $492,300	Over $553,850	Over $276,900	Over $523,050

Source: Internal Revenue Service

STANDARD DEDUCTIONS

	Annual 2023 Limit	Additional age 65+ or blind annual limit for 2023
Married/Filing jointly and qualifying widow(er)s	$27,700	$1,500
Married filing separately	$13,850	
Single	$13,850	$1,850
Heads of Household	$20,800	

ITEMIZED ANNUAL DEDUCTIONS (SCHEDULE A)

Deduction for state and local taxes

Married/Filing jointly	$10,000
Married/Filing separately	$5,000

Deduction for qualifying mortgage interest on loans up to:

Married/Filing jointly	$750,000
Married/Filing separately	$375,000

CHILDREN

Child Tax Credit

- $2,000 per qualifying child
- $1,600 refundable, subject to phaseouts

Kiddie Tax

- Applies to unearned income for children under the age of 19 and college students under the age of 24.
- Subject to limitations, the standard deduction for an individual who may be claimed as a dependent by another taxpayer cannot exceed the greater of $1,250 or the sum of $600 and the individual's earned income.

2023 RETIREMENT PLANNING

EMPLOYER RETIREMENT PLAN LIMITS

Highly Compensated Employee threshold	$150,000
Maximum annual compensation considered for contributions	$330,000
Annual benefit limit under defined benefit plans	$265,000
Maximum elective deferral to retirement plans [401(k), 403(b), 457]	$22,500
Catch-up contribution limit for 401(k), 403(b), and certain 457 plans	$7,500
Maximum elective deferral to SIMPLE plans	$15,500
Catch-up contribution limit for SIMPLE plans	$3,500
Limit on annual additions to defined contribution plans	$66,000
Limit on annual additions to SEP plans	$66,000

PERSONAL RETIREMENT

Traditional IRA Limits (deduction subject to certain phaseouts)

Maximum annual contribution	Compensation up to $6,500
Non-working spouse	$6,500
Catch-up contributions for age 50 +	$1,000

Roth IRA Limits (contributions subject to certain phaseout)

Maximum annual contribution	Compensation up to $6,500
Non-working spouse	$6,500
Catch-up contributions for age 50+	$1,000
Conversion eligibility	No income restriction

ELIGIBLE LONG-TERM CARE PREMIUM DEDUCTIONS

Age	40 or Under	Age 40–50	Age 51–60	Age 61–70	Over 70
2023	$480	$890	$1,790	$4,770	$5,960

GIFT AND ESTATE TRANSFER TAXES IN 2023

ANNUAL EXCLUSION LIMITS

Individual Gift Tax Exclusion	$17,000
Married Electing Split Gifts (709 Filing required)	$34,000
Gifts to Citizen Spouse	Unlimited
Gifts to Noncitizen Spouse	$175,000
Combined lifetime gift tax, gross estate tax, and GST tax exemption	$12,920,000

TAXES ON ESTATE, GIFT, AND GENERATION-SKIPPING TRANSFERS (GST) ABOVE APPLICABLE EXCLUSION

Tax Rate	Range
18%	$0 – $10,000
20%	$10,001 – $20,000
22%	$20,001 – $40,000
24%	$40,001 – $60,000
26%	$60,001 – $80,000
28%	$80,001 – $100,000
30%	$100,001 – $150,000
32%	$150,001 – $250,000
34%	$250,001 – $500,000
37%	$500,001 – $750,000
39%	$750,001 – $1,000,000
40%	$1,000,001 and more

Source: IRS.gov, Notice 2022-55, Rev. Proc. 2022-38, IRS Form 706 (09/2022)

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