

SUMMARY OF IMPORTANT TAX DATA™ FOR TY 2021

[2022 in italics; CA shaded]

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Federal & CA Tax Rate Schedules

Filing Status	10%	12%	22%	24%	26% AMT only	28% AMT only	32%	35% NOTE: Marriage Penalty	37% NOTE: Marriage Penalty
Single	<9,950 (10,275)	<40,525 (41,775)	<86,375 (89,075)	<164,925 (170,050)	N/A	N/A	<209,425 (215,950)	<523,600 (539,900)	>523,600 (539,000)
MFJ	<19,900 (20,550)	<81,050 (83,550)	<172,750 (178,150)	<329,850 (340,100)	N/A	N/A	<418,850 (431,900)	>628,300 (647,850)	>628,300 (647,850)
Alt Min Tax	N/A	N/A	N/A	N/A	<199.9K (<206.1)	>199.9 K (>206.1)	N/A	N/A	N/A

Estate/Trust Tax Rates (Fiduciary Returns)

Taxable Income	Rate
0 - 2,650 (2,750)	10 (10)
2,601 - 9,550 (9,850)	24 (24)
9,451 - 13,050 (13,450)	35 (35)
>13,051 (13,451)	37 (37)
AMT Exemption	\$25,700 (26,500)

Medicare Surtaxes on incomes > \$200K (S); \$250K (MFJ): Earned Income (0.9%) and/or Net Investment Income (3.8%)

Filing Status	1%	2%	4%	6%	7% AMT only	8%	9.3%	10.3%	11.3%	12.3%
Single	<9,325	<22,107	<34,892	<48,435	280,424*	<61,214	<312,686	<375,221	<625,369	>625,369
MFJ	<18,650	<44,214	<69,784	<96,870	373,899*	<122,428	<625,372	<750,442	<1,250,738	>1,250,738

* From Schedule P (2020) PLUS: CA Mental Health Surtax of 1% on income >\$1 million (all filing statuses)

CA Probate Fees

Estate Size	Fee (Atty & Exctr each earn)
\$0 - 100K	4%
\$100 - 200K	3%
\$200 - 800K	2%
\$800K - 9M	1%
\$9M - 15M	0.5%
>\$15M	Set by Court

Capital Gains Rates CA: Capital Gains taxed at Ordinary Rates & NO Qlfd. Dividend

Taxable Income	STCG 1 year Taxed at ordinary rates	LTCG > 1 year & Qualified Dividends	§ 1250 Deprec. Recapture	Collectibles & § 1202 Sm Bus Stk
<40,400 (S) <80,800 (MFJ)	See above	0%	25%	28%
<445,850 (S) <501,600 (MFJ)	See above	15%	25%	28%
>445,850 (S) >501,600 (MFJ)	See above	20%	25%	28%

CG Rate applies to **Qualified Dividends** held >60 days during 120-day period beginning 60 days before ex-dividend date, incl. some preferred & foreign stocks; excluding REIT, S-Corp & Mutual Fund STCGs—Capital losses cannot offset dividends [PERMANENT] CA does not conform.

Corporate Tax Rate

Taxable Inc	Tax Rate
0 - unlimited	21* *Flat tax effctv 1/1/18 [new rate profitable > \$90K]

C-Corp: 800 min fee* OR 8.84% of tax inc
S-Corp: 800 min fee OR 1.5% of tax inc
LLC: 900 fee + ann tax if total inc > \$250K
Corp. AMT: 6.65%
* 1st yr xmptn for LLC/LLP estblshd 2021-23

Exemptions & Deductions

Filing Status	Filing Requirements	Standard Deduction	Personal Exemption	AMT Exemption
Single max. state/local tax = \$10K int lmt on NEW mtgs <750K NO Misc or Unreimb Empl xpns	12,550 (12,950) CA: 19,310	12,550 (12,950) CA: 4,803	0 CA: 129	73,600 (75,900) CA: 78,070
Married Joint max. state/local tax = \$10K	25,100 (25,900) CA: 38,624	25,100 (25,900) CA: 9,606	0 CA: 258	114,600 (118,100) CA: 104,094
Senior or Blind (Single)	14,250 (14,700) CA: 25,760	1,700 (1,750)	N/A CA: 129	N/A
Senior or Blind (Married Joint)	26,450 (27,300) CA: 45,074	1,350 (1,400)	N/A CA: 258	N/A
Child (<age 19; 24 if FT stdt) OR may rpt on parents' 1040 if only int/div <11K Form 8814	2,200 (2,300) CA: 1,100	1,100 (1,100)	350 CA: 383	N/A

Taxable Equivalent Yields

CA: GNMA's & FNMA's are taxable

Tax Rate	2% Cpn	4% Cpn
10%	2.22	4.44
12%	2.27	4.55
22%	2.56	5.13
24%	2.63	5.26
32%	2.94	5.88
32%	3.08	6.15
37%	3.17	6.35

Federal (& State) Phase-out Ranges

Fil. Stat	Pers. Xmpn. & Item. Ded.	AMT Xmpn	§199A 20% deductn for Qlfd Bus Inc (QBI) Specfd Svc Trade/Biz gets NO ded >threhd	Child Cred 3K-3.6K (fully refundable)	EIC 6,728 max 3,160 CA [Form 8867 chklst req'd]	IRA (deductible) [See contribn limits @ page 2]	Saver's Cred 10-50% 2,000	ROTH [no limits on conversions; no recharctzn to Trdntl after conversion]	Amer Opp 2,500 Under-Grad only	Lifetime Learnng 2,000	Cover dell Educ. Svgs 2000	Stdnt Loan 2,500
S	N/A 212,288	523.6-818K 292,763	164.9-214.9K (170.05-220.05)	200K (75K for xcs > 2K base credit)	8,880 (0)-51,454 (3)* *can use TY19 inc if qtr benefit	66-76K (68-78)	19.75-33K (20.5-34)	125-140K (129-144)	80-90K	80-90K	95-110K	70-85K (70-85)
MFJ	N/A 424,581	1,047.2-1,505.6M 390,351	329.8-429.8K (340.1-440.1)	400K (150K for xcs > 2K base credit)	14,820 (0)-57,414 (3)*	105-125K (109-129)	39.5-66K (41-68)	198-208K (204-214)	160-180K	160-180K	190-220K	140-170K (145-175)

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Social Security & Payroll Tax for 2022

Type	Maximums
Social Security Tax	6.2% on \$147K
Medicare Tax	1.45% on ALL earnings + 0.9% if inc > 200K(S)/250K (MFJ)
Medicare B Premiums	Base = \$170.10/mo + surchrg
Medicare Prem Surchrg* [*appeal if life-chng event]	If '21 inc >91K (S), 182K (M), + \$68.00 – 408.20/mo [B] and 12.40 – 77.90/mo [D]
Income when SS taxable	19,560 if < full retirement age
CA Minimum Wage (per hour)	14 sm emplyr/15 lg (\$15 in LA > 7/1/21)
CA Disability (SDI)	1.2% on 145,600 (mx 1,601.60)

Tax on SS Benefits* w/ Excess Income

* COLA incrs for 2022 = 5.9% CA: SS benefits not taxable

Filing Status	0% Taxed	50% Taxed	85% Taxed
Single	<25K	25-32K	>32K
Married Jt	>32K	32-44K	>44K

Retirement Account Limits

Type	Max. Contributions
IRA, incl spsl & ROTH	6,000; 7,000 if >50 (6000; 7000)
SEP, KEOGH, Def Contrib	58K (61)
SIMPLE	13.5K; 16.5K if >50 (14; 17)
401(k), 403(b) & 457	19.5K; 26K if >50 (20.5K; 27)
KEOGH/Def Contrib.	58K (61)
Defined Benefit (comp. limit)	290K (305)

Penalties & Fees

Type	Maximums
Hlth Insur Shr'd Rspnsblty (CA only)	Grtr of \$800/adlt + 400/dpndt (max \$2,400) OR 2.5% of xcs hshld inc (1/12 mnthly)
Due Diligence	\$530 for HOH, EIC, AOTC & CTC
Xcs MSA W/drwl	20% CA: 12.5%
Early IRA W/drwl	10% (if age <59½) CA: 2.5%
Xcs Accumulation	50% (unless "reas. cause" Form 5329) NOTE: age incrsd to 72 in 2020 CA conforms
IRA Rollover Wvr	\$10K [Rev Proc 2016-8: only 1 rllvr for all IRAs/fiscal yr]
Late Filing	5% /mo (max 25%; min \$435) [unless 1st time penity wvr] CA: \$135
Late Payment	0.5% per mo. (max. 25%) [unless 1st time penity wvr]
Underpayment Penalty Waiver	if <1K due or >110% pd if AGI>150K CA: if tax due > 500
EFT Failure	1% of amt that should've been e-paid
Rqst Installment Plan	\$225 (\$107 if using direct debit)
OIC Min Pymt	≥ 20% for lump-sum OR install (\$205 fee)
CA's CDTFA	10% of unpaid Use Tax
Worker Mis-classifctn	\$5K - \$15K/violtn if willful NOTE: CA presumes employe unless 3-factor test satisfd
Frivolous Return	\$5,000
FinCEN 114 (FBAR) 6 mos. auto xtn	\$13,481 BUT... if willful: 50% of highest balance + criminal
1099 & W-2 Reprting	\$270; \$550 if intentional disregard \$100/1099 or W-2
8971 Basis Reporting by Estate	Due 30 days after 706 failure to file penalties = \$50 – \$270 per 8971
Estate Closing Letter	\$67 (proposed)

2021 Standard Mileage Rates

Type	Cents/Mile
Business	56 (58.5)
Charity—all other	14 (14)
Medical	16 (18)
Moving (NO fed mvg xpns xcpt actv duty mltry)	16 (18)

Important Dates (all dates in 2022 unless specified)

Filing Dates (XTNs)	Estimated Taxes	Stat of Lmnts
1040: 4/18 (10/17) 1065: 3/15 (9/15; 10/17) 1120S: 3/15 (9/15) 1120: 4/18 (10/17) 1041: 4/18 (9/30; 10/17) 990: 5/16 (11/15) 1099-NEC: 1/31 FBAR: 4/18 (10/17)	1: 4/18 (30%) 3: 9/15 (0%) 2: 6/15 (40%) 4: 1/16/23 (30%) * Increase ES if Shared Resp. penalties anticipated Pay by 12/31 if itemize, unless SALT or AMT MUST e-pay if ES >20K or tot tax >80K	3yrs Audit 10yrs Clctns 4yrs Audit 20yrs Clctns

Miscellaneous Exclusions and Limitations

Type	Amount
Qualifying Child (use to determine elig for credits)	Related, live-in > ½ yr, < ½ own support, < age 19 (<24 if FT stdt), <13 for Dep Care, <17 for Child Cred
Gift Tax Exclusion	15,000 (16,000); xcs taxed at 40% max \$11.7M (12.06) life xclsn; 159K (164) to non-citizen sps
Estate Tax Exclusion Basis rptg req'd on Form 8971	\$11.7M (12.06M); revrts to 5M @TY'26; max rate 40% xcs Spousal Excln portable (must file w/ 2yrs > DOD)
Expat Tax Exemption	744K (767K) "covered" if avg ann tax > 172K (178K)
Foreign Earned Inc	108,700 (112,000)—15,218 housing exclsn (15,680)
Tax Preference Items (no med. Adj)	xcs deprec, state tax, pers xmptns, misc item ded, CGs, pass loss, NOL, ISO (pvt actvty iss'd 09/10 xmpt)
Nanny Tax (need EIN)	File if >2,300 (2400) wages/yr \$750/qtr (must e-file)
\$179 Deductn	1.05 million (\$1.08 million) CA: 25,000
Educators	\$250 for classrm mtrls (incl PPE) CA does not conform
Per Diems www.gsa.gov	138-221 (138-222 >10/1/21) lodge; 60-71 (64-74) meal
Use of Pers. Residence	NO rental income reported if < 15 days rental
Home Office Deduction	Actl Xpns OR Safe Harbor (\$5/ft² to \$1500, not indxd)
Like-kind Xchgs §1031 (file FTB 3840 annually)	id rplcmnt prop @ 45 dy & buy @ 180 dy aftr sell old ltd to real ppty > TY17 & hold 5yr for \$250K xclsn if cnvrted to 1°
§121 Exclsn on Sale of Second Home	Non-qlfd Amt = (# yrs used as 1° since 2008 □ Total yrs owned) x Realized Gain CA conforms
Mrtg Forgiveness Debt Relief (xp. 12/31/25)	1° res loans < \$750K CA does not conform
Nonbus Energy Crdt §25C (xp. 12/31/21)	10% on qlfd efficiency improvements; lifetime limit \$500 (\$200 for windows) CA does not conform
Res. Energy Credit §25D (solar/wind) (xp. 12/31/23)	26% of cost if instll'd by 12/31/22; 22% ('23) BUT lost under AMT CA does not conform
Qlfd Plug-in Veh Crdt §30D (xp. 12/31/21)	2,500 – 7,500; check IRS website for eligible vehicles CA: Clean Vehicle Rebate up to \$7K
CA Renter's Credit	60 if AGI < 45,488 (S), 120 if AGI > 90,896 (MFJ)
CA Prpty Tax Postponemnt	Senior, <\$45,810 inc, 40% eqty (apply by 2/10/22)
Medical Xpns @ Sched A	Amt>7.5% of AGI; \$0 med marijuana CA: 7.5% of AGI
ACA Prem Credit Eligibility	12,490 + 4,420/prsn (max 400% FPL = 49,960/prsn)
LT Care Insur Premiums	450(450)<age 40; 5640(5640)>age 70; incl as SE Hlth Prem
Health Savings (HSA) – max. contribution CA: add invst inc; sbtrct txbl dstrbtns	3,600 self/7,200 family (3,650/7,300) + \$1K catch-up Min Dedctble: 1,400 self/2,800 family (1,400/2,800) Max Out-of-Pocket: 7,000 s/14,000 f (7,050/14,100)
Archer Med Savings (MSA)	Min/Max Ded = 2,400/3,600 self; 4,800/7,150 family Max. Out-of-Pocket = 4,800 self; 8,750 family
Qlfd Char Dist	direct transfer from IRA if age >70½—max \$100K
Net Operating Loss 5-yr carry-bk for NOLs in '18-'20 only NO state carry-back > 2018	unltd carry-fwd [subj. to 80% income limitation] Sched C loss >\$262/524K is N/D, becomes NOL (TYs '21-'26) CA: NOLs suspended for TYs '20-'22 if inc > \$1 million

Handy Reference Numbers

Organization	Telephone Number	Website
Internal Revenue Service	Indiv-800/829-1040 Bus-800/829-4933 Advct-877/777-4778 e-Pay Corrections 888/353-4537 300 N Los Angeles St/6230 Van Nuys Blvd M-F 0830-1630	www.irs.gov ; Suspicious e-mails phishing@irs.gov ; Transcripts; Free File if inc < \$72K; Online pymts DirectPay ; Refund Status & Amended Return Status
Franchise Tax Board	Genl-800/852-5711 e-File/e-Pay Help-916/845-4025 Collections-800/689-4776 Advocate-800/883-5910	www.ftb.ca.gov Online Pymts FTBWebPay.gov Status Where's My Refund Acctn Info MyFTB.gov
Social Security	800/7721213 SSN Verify-800/7726270	www.ssa.gov [Paper stmts sent ea 5yrs to non-web users]
Emplymnt Dev Dpt	888/745-3886 ID Theft-800/229-6297	www.edd.ca.gov
Tax & Fee Admin BOE CDTFA @ 7/1/17	800/400-7115 Advocate-888/324-2798	http://cdtfa.ca.gov/ 2020 rates—LA County: 9.50%; Orange: 7.75%; Ventura: 7.25%
LA Bus. Permit	844/663-4411	http://finance.lacity.org/
DMV	(Only VLF is ded) ID Theft-866/658-5758	DMV Fee Calculator
Identity Theft	FTC-877/438-4338 IRS-800/908-4490 FTB-916/845-7088 Mdicare 800/4478477 MdiCal 800/826222 SSA 800/2690271 Eqfx-800/5256285 TrnsUn-800/6807289 Xprn-888/3973742	http://www.consumer.ftc.gov/ Form 14039 IRS Guide to Identity Theft Form 3552 FTB Fraud Referral
Foreign Accts	IRS-866/270-0733 or Intl-267/914-1000 BSA-866/346-9478	Mandatory e-File http://bsaefiling.fincen.treas.gov

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