

Key Tax Figure Updates for 2023

As the new year begins it brings many important tax-related limits, rates, and deduction updates. Included below are some of the key items for CCM clients to be aware of. Be sure to contact any member of our Tax Team with questions on how these changes may impact your integrated wealth management planning for 2023 or future years.

RETIREMENT ACCOUNT CONTRIBUTION LIMITS

	2023	2022
401(k)/403(b)/457 Elective Deferral	\$22,500	\$20,500
401(k)/403(b)/457 Catch-up Age 50+	\$7,500	\$6,500
Traditional or Roth IRA	\$6,500	\$6,000
Traditional or Roth IRA Catch-up Age 50+	\$1,000	\$1,000
SIMPLE IRA	\$15,500	\$14,000
SIMPLE IRA Catch-up Age 50+	\$3,500	\$3,000
SEP-IRA/Profit Sharing	\$66,000	\$61,000
SEP-IRA/Profit Sharing Catch-up Age 50+	\$7,500	\$6,500

HEALTH SAVINGS ACCOUNT CONTRIBUTION LIMITS

	2023	2022
Single Only Coverage	\$3,850	\$3,650
Family Coverage	\$7,750	\$7,300
Catch-up Contribution Age 55+	\$1,000	\$1,000

INCOME TAX RATES — SINGLE AND MARRIED FILING JOINTLY

Tax Bracket	2023 ENDING TAXABLE INCOME		2022 ENDING TAXABLE INCOME	
	Single	Married Filing Joint	Single	Married Filing Joint
10%	\$11,000	\$22,000	\$10,275	\$20,550
12%	\$44,725	\$89,450	\$41,775	\$83,550
22%	\$95,375	\$190,750	\$89,075	\$178,150
24%	\$182,100	\$364,200	\$170,050	\$340,100
32%	\$231,250	\$462,500	\$215,950	\$431,900
35%	\$578,125	\$693,750	\$539,900	\$647,850
37%	No Limit	No Limit	No Limit	No Limit

STANDARD DEDUCTION AMOUNT

	2023	2022
Married Filing Joint	\$27,700	\$25,900
Single	\$13,850	\$12,950
Head of Household	\$20,800	\$19,400
Additional for Age 65+	\$1,500	\$1,400

ESTATE AND GIFT TAX EXCLUSIONS

	2023	2022
Federal Estate Tax Exclusion	\$12,920,000	\$12,060,000
Federal Annual Gift Tax Exclusion	\$17,000	\$16,000
Minnesota Estate Tax Exclusion	\$3,000,000	\$3,000,000