



2024 Key Figures Related to Financial Planning

The Key Wealth Institute is a team of highly experienced professionals from across wealth management, dedicated to delivering commentary and financial advice. From strategies to manage your wealth to the latest political and industry news, the Key Wealth Institute provides proactive insights to help grow your wealth.

Income taxes

2024 Tax Rate	Single Filers	Married Filing Jointly	Head of Household
10%	\$0 – \$11,600	\$0 – \$23,200	\$0 – \$16,550
12%	\$11,601 – \$47,150	\$23,201 – \$94,300	\$16,551 – \$63,100
22%	\$47,151 – \$100,525	\$94,301 – \$201,050	\$63,101 – \$100,500
24%	\$100,526 – \$191,950	\$201,051 – \$383,900	\$100,501 – \$191,950
32%	\$191,951 – \$243,725	\$383,901 – \$487,450	\$191,951 – \$243,700
35%	\$243,726 – \$609,350	\$487,451 – \$731,200	\$243,701 – \$609,350
37%	\$609,351 or more	\$731,201 or more	\$609,351 or more

Standard deductions

- Married filing jointly \$29,200
- Head of household \$21,900
- Single \$14,600

Additional

Taxpayers who are age 65 or older or blind can claim an additional standard deduction: \$1,550 if married (this amount doubles if both are over 65 and blind); \$1,950 if unmarried.

Education incentives

- **American Opportunity Tax Credit** . . . \$2,500/student
- **Lifetime Learning Credit** \$2,000/student
- **Phase-outs for American Opportunity and Lifetime Learning Tax Credit**
 - Married filing jointly \$160,000 – \$180,000
 - Single \$80,000 – \$90,000
- **Phase-outs for Exclusion of Qualified U.S. Savings Bond Income**
 - Married filing jointly \$145,200 – \$175,200
 - Single \$96,800 – \$111,800

Health Savings Accounts (HSAs)

- **HDHP minimum deductible amount**
 - Single \$1,600
 - Family \$3,200
- **HDHP maximum out-of-pocket amount**
 - Single \$8,050
 - Family \$16,100
- **HSA statutory contribution maximum**
 - Single \$4,150
 - Family \$8,300
 - Catch-up contribution (age 55 or older) \$1,000

Capital gains tax

Rates on dividends and gains for assets held at least 12 months:

Married Filing Jointly	Single	% Gains
\$0 – \$94,050	\$0 – \$47,025	0%
\$94,051 – \$583,750	\$47,026 – \$518,900	15%
\$583,751 +	\$518,901+	20%

In addition, the 3.8% net investment income tax may apply to dividends and capital gains on income over certain thresholds.

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Kiddie tax

(Unearned income under age 19, or full-time students under age 24)

- Amount exempt from tax \$1,300
- Additional amount taxed at child's rate \$1,300
- Over this amount taxed parents' rate \$2,600

IRAs

- **IRA maximum contribution limit** \$7,000
- **IRA age 50+ catch-up contribution** \$1,000
- **Phase-out range for deductible contributions to traditional IRAs**
 - Married filing jointly:
 - Both spouses \$123,000–\$143,000 as participants in qualified plan
 - One spouse \$230,000–\$240,000 as participants in qualified plan
 - Single/head of household \$77,000–\$87,000 in qualified plan
- **Phase-out range for contributions to Roth IRAs**
 - Married filing jointly \$230,000–\$240,000
 - Single/head of household \$146,000–\$161,000

Gift and estate tax

- Annual gift tax exclusion \$18,000
- Estate and gift tax basic exclusion \$13,610,000
- Applicable credit amount \$5,389,800
- Generation-skipping exemption \$13,610,000
- Maximum estate tax rate 40%

Qualified plans

- SEP plan participant maximum 25% percentage of compensation
- SEP plan participant maximum dollar \$69,000 allocation limit
- SEP minimum compensation amount \$750
- SIMPLE IRA \$16,000 Maximum employee contribution
- SIMPLE IRA \$3,500 Catch-up – Age 50 or older
- 403(b) TSA elective employee deferral \$23,000
- 403(b) TSA catch-up – Age 50 or older \$7,500
- 403(b) TSA catch-up \$3,000 15 or more years of service with current employer

- Defined contribution maximum employer 25% percentage deduction limit (of eligible payroll)
- Defined contribution plan \$69,000 annual contribution limit
- Maximum elective deferral to retirement plans \$23,000 (e.g., 401(k), 403(b) & 457)
- 401(k) age 50+ catch-up contribution \$7,500
- Annual includable compensation limit \$345,000
- Highly compensated employee \$155,000 compensation limit
- Annual retirement benefit limit \$275,000 under defined benefit plan (not to exceed 100% of compensation)

Social Security

- **Benefits**
 - Full retirement age (FRA), born 1960 or later 67
 - Portion of benefit paid at age 62 70%
- **Maximum earnings before Social Security benefits are reduced**
 - Before full retirement age \$22,320 (lose \$1 for every \$2 of earnings above limit)
 - Year of full retirement age \$59,520 (lose \$1 for every \$3 of earnings above limit)
 - After full retirement age No limit
- **Tax (FICA)**

Social Security tax paid on income up to \$168,600

	Percent Withheld
– Employer pays	6.2%
– Employee pays	6.2%
– Self-employed pays	12.4%

Medicare

- **Medicare tax paid on all income**
 - Employer pays 1.45% varies per income
 - Employee pays 1.45% varies per income Plus 0.9% on income over \$200,000 (single) or \$250,000 (joint)
 - Self-employed pays 2.9% varies per income
- **3.8% net investment income tax paid on the lesser of net investment income or excess of MAGI over**
 - Married filing jointly \$250,000 varies per income
 - Single or \$200,000 varies per income head of household
 - Married filing separately \$125,000 varies per income



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Estates and trusts

2024 Tax Rate	
10%	Not over \$3,100
24%	\$3,101 – \$11,150
35%	\$11,151 – \$15,200
37%	Over \$15,200

Estates and trusts exemptions/exclusions

- Estates \$600
- Simple trusts \$300
(required to distribute all income)
- Complex trusts \$100
(may accumulate income)

For more information, [please contact your advisor.](#)



Sources: irs.gov, ssa.gov

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