

WELCOME TO MSU INCOME TAX SCHOOL INTRODUCTION OF PRESENTERS

First IN PERSON MSU INCOME TAX SCHOOLS for 2022

WELCOME to the first-time attendees

For the rest of you, welcome back

We are splitting the classes between online and in person. Feel free to raise your hand with questions.

DIGITAL ACCESS TO WORKBOOK

- 1) mail comes from digital@omnipress.com
- 2) We need a unique email—if you did not provide one or shared an email address with someone else you will not receive an invitation.
- 3) Invitations will be sent out during class—usually on the first day
- 4) If you do not receive an invitation or accidentally delete yours, call the office at 517-432-9803.

SUBSCRIPTION TO ELECTRONIC WORKBOOK
FOR MSU INCOME TAX SCHOOLS

Email publications@omnipressdigital.zendesk.com

Your subscription is valid from 2022.10.17 until 2023.09.30

*You are receiving this email because MSU has added you
to their Taxworkbook Online subscription.*

SCHEDULE: DAY 1 AM

P. xx

DAY 1 AM Bill VanEerden and Carol Wright
PM Pam Denome and MaryJane Hourani

Topics this morning

Introduction & Tax Rate & Useful Tables 10,
Tax Practice issues 4 & 5, New law in part

- Business Tax Issues
- New & Expiring Legislation Chapter 12
- Partnership Part 1
- LUNCH



SCHEDULE: DAY 2 PM

Topics Bill & Carol

- Bill
- Trusts and Estates
- Bill
- Ethics



SLIDES

You have computer access to our power points.

Like last year, we are all putting our slides online, at MSU.edu/incometaxschools

They may be revised during our sessions so you may want to check back

Look for each author's name, files by chapter title.

ACCESS TO MSU INSTRUCTOR SLIDES

Bill will give your directions for this process.

VIEW OF WEBSITE PRIOR BOOK TOPICS, LINK AT PAGE IV IN TEXT

National Income Tax Workbook

Land Grant University Tax Education Foundation

[Home](#) [About the Tax Workbook](#) [Workshop Locations](#) [Contact](#)

Members, Instructors & Participants Login

Login Status

Class 2022

Class2022

Sample Chapters from Past Workbooks

Chapter content sample provided below to evaluate the workbook's quality.

[Ch 12 on Business Entities \(2015\)](#)

[Click to download the instructions for using the CD of the 2019 and past years' National Income Tax Workbook.](#)

[2020 Workbook Updates \(developments since publication of 2020 workbook\)](#)

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[2019 Rates and Tables update](#)

BW1

Slide 9

BW1

Bill Wright, 10/2/2022

BOOKS


Each of you should have received a workbook prepared by Land Grant University Tax Education Foundation (LGUTEF). The book has more information that we can cover.

In your registration email, you received a link to the prior book in electronic format. The book is also available online and is easier to search.

Master Tax Guide should be out in early December and mailed to your registration address.

BOOK TABLE OF CONTENTS 2022

P. 489

		<h2>INDEX</h2>	
		Subject Index	489
		Case Index.....	496
<h3>SUBJECT INDEX</h3>			
#		Assets	
2%-of-AGI floor, 87, 137–138		business sale, reporting, 158–159	
2020 vs. 2021 employee retention credit, 168–174		retiring of farm, 114–123	
A		sale of farm, 102–104	
		B	

2022 NATIONAL INCOME TAX WORKBOOK

CHAPTER 10: TAX RATES & USEFUL
TABLES



Tax Rates & Useful Schedule - topics

P. 373

- Tax Rates 2022 p. 378
- Car Expenses \$58.5 Q 1 & 2 62.6 Q2 & 3 p. 380
Medical/Military Moving \$.18 Q1 & 2 \$.22 Q2 & 3
Depreciation built in rate for trade-in basis
reduction \$.26
- Amount for various lease values p. 382

BUSINESS EXPENSE LIMITS

P. 383

- ▶ Sec. 179 Expensing Maximum \$1,080,000
- ▶ Meals 50% limit unless
footnote: 100% if from a restaurant including
delivery & per diem meals
- ▶ Rental real estate maximum for losses
- ▶ QBI limits raised Ex. MFJ 340,100

Child Tax Credit

P. 385

- ▶ Rules reviewed in chapter 9, individual issues
- ▶ Credit up to \$2,000 for qualifying children
- ▶ Phase out MFJ \$400,000

All others (except MFS) \$200,000

MFS ?\$200,000

Other dependents same as last year \$500

P. 386

Refundable Credit Earned income \$2,500

Refundable limit \$1,500

Dependent Care credit 3,000/6,000 AGI limits

2021 Earned Income Tax Credit Rate & Earned Income

P. 388



Taxpayers Filing as Married Filing Jointly (Table in Text)

Qualifying Child Credit	Earned Income Maximum Credit	
None	\$7,320	\$560 phase out listed
One	\$10,980	\$3,733
Two or more	\$15,410	\$6,164
Three or more	\$15,410	\$6,935

Estate & Gift limits Raised

P. 391

- ▶ Limits listed here and covered in depth in chapter 2 \$12,060,000
2023 \$12,292,000
- ▶ Gifts \$16,000 2023 \$17,000
- ▶ **FRINGE BENEFITS FOR ADOPTION & TRANSPORTATION P. 394**
- ▶ Adoption Assistance 2021 Maximum exclusion per child \$14,890
- ▶ MAGI Phaseout \$223,410–\$263,410
- ▶ Parking or transportation reimbursement \$280 per month
- ▶ Check rules if TP has these fringe benefits

HEALTH CARE

P. 396

- ▶ **Health Saving Accounts**
- ▶ Maximums allowed are increased
- ▶ Annual out of pocket \$14,100
- ▶ **Maximum Deductible Long-Term Care Premiums (Age at End of Year)**
- ▶ At Age 70 \$5,640 same

2022 Medicare Part B Premiums based on 2020 MAGI

P. 398



<u>Single, HoH, QW</u>	<u>MFJ</u>	<u>MFS</u>	<u>Beneficiary's Premium*</u>
\$91,000 or less	\$182,000 or less	\$91,000 or less	\$170.10 \$164.90 2023
\$91,001-\$114,000	\$182,001-\$228,000	N/A	\$238.10
\$114,001-\$142,000	\$228,001-\$284,000	N/A	\$340.20
\$142,001-\$170,000	\$284,001-\$340,000	N/A	\$442.30
\$170,001-\$499,999	\$340,001-\$749,999	\$89,001-\$408,999	\$544.30
\$500,000 & above	\$750,000 & above	\$409,000 & above	\$578.30 *

*The standard premium will be \$171.1 (or higher) however, some who get SS benefits may pay less than this. Limits increased for 2023.

RETIREMENT PLANS

P. 408

- ▶ **2022 IRA Limits Maximum \$6,000**
- ▶ Roth Example MJF modified AGI \$204,000-214,000 phase out, raised for **2023 \$6,500**
- ▶ **Retirement Plan Contribution Limits**
- ▶ Table for all plans – Consider max. if
- ▶ more than one employer
- ▶ Catch up remains \$6,500 over 50



RETIREMENT PLANS

P. 408

- ▶ 2022 401(k), 403(b) & SARSEP Maximum \$20,500
(only 14% use this per Vanguard)
- ▶ Amounts are adjusted for inflation
- ▶ 2023 Maximum 401(k) 22,500
catch up 50 & over 7,500
Total 30,000
2023 IRA including Roth max. 6,500
- ▶ SIMPLE 457 401(k) Defined cont./benefit comp.

Chapter 10 Tax Rates & Useful Tables

Social security & Medicare

P. 411

MAXIMUM earnings for Social Security **2022**

\$147,000

2023 \$160,200

AMOUNT TO EARN A QUARTER OF COVERAGE **2022**

\$1,510 2023 \$1,640



IRS Hotlines & Toll-free Numbers



- ▶ See chart in text P. 412-413



QUESTIONS?