

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

Rates Forecast.

Isaac M. O'Bannon • Sep. 18, 2022



Inflation adjusted amounts in the tax code will increase by roughly 7.1% from 2022, more than double last year's increase of 3%, according to the 2023 Projected U.S. Tax Rates forecast from [Bloomberg Tax](#). The report also projects that several key deductions for taxpayers will see notable year-over-year increases, with the foreign earned income exclusion increasing to \$120,000 from \$112,000 and the annual exclusion for gifts increasing to \$17,000 from \$16,000, thereby allowing taxpayers to increase their gifts without tax implications.

Issued annually, Bloomberg Tax's Projected U.S. Tax Rates Report provides early, accurate notice of the potential tax savings that could be realized due to increases in deduction limitations, upward adjustments to tax brackets, and increases to

numerous other key thresholds. The full report is available at

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

The report also accounts for changes made under the recently enacted Inflation Reduction Act, including the increase in the §179D deduction for energy efficient commercial building property if new wage and apprenticeship requirements are met, which may entice a more sophisticated type of worker for companies using this tax incentive.

Other key adjustments include:

## Individual Income Tax Rate Brackets

### Married Filing Jointly and Surviving Spouses

#### Projected 2023 Tax Rate Bracket Income Ranges

- 10% – \$0 to \$22,000
- 12% – \$22,000 to \$89,450
- 22% – \$89,450 to \$190,750
- 24% – \$190,750 to \$364,200
- 32% – \$364,200 to \$462,500
- 35% – \$462,500 to \$693,750
- 37% – \$693,750 or more

### Unmarried Individuals

#### (other than Surviving Spouses and Heads of Households)

#### Projected 2023 Tax Rate Bracket Income Ranges

- 10% – \$0 to \$11,000
- 12% – \$11,000 to \$44,725
- 22% – \$44,725 to \$95,375

- 24% – \$95,375 to \$182,100

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

- Heads of Household – \$20,800
- All Other Taxpayers – \$13,850

## Alternative Minimum Tax (AMT)

### Projected 2023 AMT Exemption Amount by Filing Status

- Married Filing Jointly/Surviving Spouses – \$126,500
- Unmarried Individuals (other than Surviving Spouses) – \$81,300
- Married Filing Separately – \$63,250
- Estates and Trusts – \$28,400

The 2023 Projected U.S. Tax Rates report is based on changes to the Chained Consumer Price Index for All Urban Consumers, which were published today by the U.S. Bureau of Labor Statistics.

Income Tax • IRS • Taxes

CPA Practice Advisor is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors.

© 2024 Firmworks, LLC. All rights reserved