

INCOME PHASEOUT RANGES¹ FILING STATUS

	Married-Joint	Head of Household	Single	Married-Separate
Personal Exemption	Exemptions repealed			
Itemized Deduction	Itemized deductions no longer phased out			
Child Tax Credit²	\$400,000 - 440,000	\$200,000 - 240,000	\$200,000 - 240,000	\$200,000 - 240,000
Education Loan Interest Deduction	\$165,000 - 195,000	\$80,000 - 95,000	\$80,000 - 95,000	N/A ³
Roth IRA	\$230,000 - 240,000	\$146,000 - 161,000	\$146,000 - 161,000	\$0 ⁴ - 10,000
Traditional IRA w/ Pension	\$123,000 - 143,000	\$77,000 - 87,000	\$77,000 - 87,000	\$0 ⁴ - 10,000
Traditional IRA Spouse w/ Pension	\$230,000 - 240,000	N/A	N/A	\$0 ⁴ - 10,000
American Opportunity Credit	\$160,000 - 180,000	\$80,000 - 90,000	\$80,000 - 90,000	N/A ³
Lifetime Learning Credit	\$160,000 - 180,000	\$80,000 - 90,000	\$80,000 - 90,000	N/A ³
Alternative Minimum Tax (AMT) Exemption	\$133,300	\$85,700	\$85,700	\$66,650 ⁵

¹ Income refers to adjusted gross income with some modifications

² The income level at which this credit will be completely phased out depends on the number of qualified children

³ A married person must file a joint return in order to take advantage of this tax break

⁴ This limit applies if you lived with your spouse any time during the year. If not, use single figures

⁵ Subject to phaseout based upon AMT income

CONSUMER PRICE INDEX (CPI-U)

Year	Average 12-Month Increase
2021	7.0%
2022	6.5%
2023	3.4%

OTHER IMPORTANT TAX INFORMATION

	2024	2023
Unearned Income w/o Kiddie Tax	\$2,600	\$2,500
Child Tax Credit	\$2,000	\$2,000
Family Tax Credit (Non-child dependent)	\$500	\$500
Auto Standard Mileage Allowances		
Business	67¢	65.5¢
Charity Work	14¢	14¢
Medical/Moving	21¢	22¢
Section 179 Deduction	\$1,220,000	\$1,160,000
Earning Ceiling for Social Security		
Under full retirement age	\$1,860/mo	\$1,770/mo
Year retirement age reached	\$4,960/mo	\$4,710/mo
Above full retirement age	Unlimited	Unlimited
Estate Tax Exclusion		
Equivalent—Federal	\$13,610,000	\$12,920,000
Equivalent—Vermont	\$5,000,000	\$5,000,000
Federal Estate Tax (Above Exemption Amount)	up to 40%	up to 40%
Vermont Estate Tax (Above Exemption Amount)	up to 16%	up to 16%
Vermont Charitable Tax Credit	5% up to \$20,000	5% up to \$20,000
Annual Gift Exclusion	\$18,000	\$17,000
Lifetime Gift Exclusion	\$13,610,000	\$12,920,000
Max Compensation Qualified Plans	\$345,000	\$330,000
Max Contribution Defined Contribution Plan		
50 and Over Catch up	\$69,000 / \$7,500	\$66,000 / \$7,500
Max Deferral 401(k) / 403(b)		
50 and Over Catch up	\$23,000 / \$7,500	\$22,500 / \$7,500
Max Deferral SIMPLE		
50 and Over Catch up	\$16,000 / \$3,500	\$15,500 / \$3,500
IRA, Traditional and Roth		
50 and Over Catch up	\$7,000 / \$1,000	\$6,500 / \$1,000
HSA - Maximum Contribution		
Self	\$4,150	\$3,850
Family	\$8,300	\$7,750
55 and Over Catch up	\$1,000	\$1,000

Tax Tables is published by Davis & Hodgdon Advisory Group as a service to our clients, business associates and friends. Recipients should not act on the information presented without seeking prior professional advice. Additional guidance may be obtained by contacting Davis & Hodgdon Associates CPAs at 802-878-1963 (Williston) or 802-775-7132 (Rutland).

PAYROLL TAX RATES

FICA: The maximum taxable wage base for FICA (Social Security) is \$168,600.

	Medicare	FICA
Employer/Employee	1.45%	6.2%
Self-Employed	2.9%	12.4%

Medicare: The Medicare Part A (Hospital Insurance) payroll tax rate is 1.45% for both employers and employees and 2.9% for the self-employed. There is no cap on the amount of earned income subject to the Medicare tax. There is an additional 0.9% Medicare tax on income over \$200,000 for Singles and Head of Household, \$250,000 for Married Filing Jointly, and \$125,000 for Married Filing Separately.

SUTA: A state unemployment compensation tax is imposed on all Vermont employers for the first \$14,300 of wages paid in 2024 to each covered employee. The rate is specific to each employer.

FUTA: A federal unemployment compensation tax rate of 6.0% is imposed on employers for the first \$7,000 of wages paid in 2024 to each covered employee. However, because of credits allowed to employers for their contributions to state unemployment funds, the effective FUTA rate paid by Vermont employers will be only 0.6%. Quarterly deposits are required if the tax exceeds \$500.

ESTIMATED TAX PAYMENTS

(These due dates apply to a calendar-year taxpayer)

Installment	Due Date
Last 2023 Payment	January 15, 2024
First 2024 Payment	April 15, 2024
Second 2024 Payment	June 17, 2024
Third 2024 Payment	September 16, 2024
Fourth 2024 Payment	January 15, 2025

Exceptions to Underpayment Penalties

To avoid penalties for underpaying estimated taxes, individual taxpayers must pay in through withholding and estimated taxes at least the lesser of (1) 100% of the 2023 tax liability, (2) 90% of the 2024 tax liability or (3) based on an annualized income installment method. For taxpayers with adjusted gross income in excess of \$150,000 (\$75,000 for married filing separately) the prior year safe harbor percentage is 110% for federal estimates.

Addresses for Individual Estimated Tax Payments

Internal Revenue Service (for VT, NY, NH residents)
P.O. Box 931100, Louisville, KY 40293-1100
Vermont Department of Taxes
P.O. Box 1779, Montpelier, VT 05601-1779


davis & hodgdon
ADVISORY GROUP

2024 Tax Tables


davis & hodgdon
CPAs


convergent
ACCOUNTING


copper leaf
FINANCIAL

802.878.1963 (Williston)

802.775.7132 (Rutland)

www.dh-cpa.com

www.CopperLeafFinancial.com

Copper Leaf Financial is an affiliated and separately registered entity.

PERSONAL EXEMPTION AND STANDARD DEDUCTIONS

Personal and Dependency Exemptions:

	Federal	Vermont
Individuals	N/A	\$4,850

	A	B
Standard Deduction:		
Married filing jointly and surviving spouses	\$29,200	\$14,050
Single Taxpayers	\$14,600	\$7,000
Head of Households	\$21,900	\$10,550
Married filing separately	\$14,600	\$7,000

Dependents who file \$1,300
(Could be up to \$14,600 if they have earned income)

- A.** Taxpayers who are blind or age 65 and over receive an additional amount of \$1,550 if married (whether filing jointly or separately), or \$1,950 if single or head of household.
- B.** Taxpayers who are blind or age 65 and over receive an additional amount of \$1,950. In addition, there is a special calculation for medical deductions for Vermont taxpayers.

ESTATE AND TRUST TAX RATES

FEDERAL

Range of taxable income	Tax	of amount over
\$0 - \$3,100	10%	\$0
3,101 - 11,150	\$310 + 24%	3,100
11,151 - 15,200	2,242 + 35%	11,150
Over 15,200	3,659.50 + 37%	15,200

VERMONT

Range of taxable income	Tax	of amount over
\$0 - \$3,050	3.35%	\$0
3,051 - 7,150	\$102 + 6.6%	3,050
7,151 - 10,950	373 + 7.6%	7,150
Over 10,950	662 + 8.75%	10,950

INDIVIDUAL TAX RATES FEDERAL

Married Persons Filing Jointly and Surviving Spouses

Range of taxable income	Tax	of amount over
\$0 - 23,200	10%	\$0
23,201 - 94,300	\$2,320 + 12%	23,200
94,301 - 201,050	10,852 + 22%	94,300
201,051 - 383,900	34,337 + 24%	201,050
383,901 - 487,450	78,221 + 32%	383,900
487,451 - 731,200	111,357 + 35%	487,450
Over 731,200	196,669.50 + 37%	731,200

Married Persons Filing Separately

Range of taxable income	Tax	of amount over
\$0 - 11,600	10%	\$0
11,601 - 47,150	\$1,160 + 12%	11,600
47,151 - 100,525	5,426 + 22%	47,150
100,526 - 191,950	17,168.50 + 24%	100,525
191,951 - 243,725	39,110.50 + 32%	191,950
243,726 - 365,600	55,678.50 + 35%	243,725
Over 365,600	98,334.75 + 37%	365,600

Single Taxpayers

Range of taxable income	Tax	of amount over
\$0 - 11,600	10%	\$0
11,601 - 47,150	\$1,160 + 12%	11,600
47,151 - 100,525	5,426 + 22%	47,150
100,526 - 191,950	17,168.50 + 24%	100,525
191,951 - 243,725	39,110.50 + 32%	191,950
243,726 - 609,350	55,678.50 + 35%	243,725
Over 609,350	183,647.25 + 37%	609,350

Head of Household

Range of taxable income	Tax	of amount over
\$0 - 16,550	10%	\$0
16,551 - 63,100	\$1,655 + 12%	16,550
63,101 - 100,500	7,241 + 22%	63,100
100,501 - 191,950	15,469 + 24%	100,500
191,951 - 243,700	37,417 + 32%	191,950
243,701 - 609,350	53,977 + 35%	243,700
Over 609,350	181,954.50 + 37%	609,350

INDIVIDUAL TAX RATES VERMONT (ESTIMATED)

Married Persons Filing Jointly and Surviving Spouses

Range of taxable income	Tax	of amount over
\$0 - 75,000	3.35%	\$0
75,001 - 75,850	\$2,513 + 3.35%	75,000
75,851 - 183,400	2,541 + 6.6%	75,850
183,401 - 279,450	9,639 + 7.6%	183,400
Over 279,450	16,939 + 8.75%	279,450

Married Filing Separately

Range of taxable income	Tax	of amount over
\$0 - 37,925	3.35%	\$0
37,926 - 75,000	\$1,270 + 6.6%	37,925
75,001 - 91,700	3,717 + 6.6%	75,000
91,701 - 139,725	4,820 + 7.6%	91,700
Over 139,725	8,470 + 8.75%	139,725

Single Taxpayers

Range of taxable income	Tax	of amount over
\$0 - 45,400	3.35%	\$0
45,401 - 75,000	\$1,521 + 6.6%	45,400
75,001 - 110,050	3,475 + 6.6%	75,000
110,051 - 229,550	5,788 + 7.6%	110,050
Over 229,550	14,870 + 8.75%	229,550

Head of Household

Range of taxable income	Tax	of amount over
\$0 - 60,850	3.35%	\$0
60,851 - 75,000	\$2,038 + 6.6%	60,850
75,001 - 157,150	2,972 + 6.6%	75,000
157,151 - 254,500	8,394 + 7.6%	157,150
Over 254,500	15,793 + 8.75%	254,500

Vermont taxable income is based on federal adjusted gross income reduced by the Vermont personal exemptions and the standard deduction. Vermont will allow a 5% credit for all charitable contributions up to a maximum \$1,000 credit (\$20,000 of contributions). Please note that for AGI exceeding \$150,000, tax is greater of 1) 3% of AGI less U.S. interest or 2) tax tables above.

Additional Federal Surtax: Certain individual taxpayers who have net investment income will incur a 3.8% surtax on certain unearned income, potentially increasing their total federal income tax rate to 40.8%. The surtax applies to taxpayers with an adjusted gross income above \$200,000 (single) and \$250,000 (joint filers).

INDIVIDUAL CAPITAL GAINS RATES FEDERAL

Top Capital Gains Rate	Income Thresholds		
0%	Married filing joint	Taxable Income Below	\$94,050
	Married filing separately		47,025
	Single		47,025
	Head of household		63,000
	Estates and trusts		3,000
15%	Married filing joint	Taxable Income Below	583,750
	Married filing separately		291,850
	Single		518,900
	Head of household		551,350
	Estates and trusts		14,650
20%	Capital gains in excess of the income amounts for the 15% rate		

Rates are for long-term capital gains on assets held more than one year. Short-term and long-term capital gains are treated separately and a loss can be used to offset a gain of the same type. Short-term gains are taxed as ordinary income. Net capital losses may offset other income by up to \$3,000 per year (\$1,500 for married filing separately). The balance of unused capital losses is carried forward indefinitely.

VERMONT

Vermont has a general exclusion for capital gains of up to \$5000. Taxpayers may also exclude 40% of their adjusted net capital gains from the sale of selected types of assets held more than 3 years. However, effective July 1, 2019, the 40% capital gain exclusion is limited to \$350,000. This means the benefit of this exclusion phases out with capital gains in excess of \$875,000.

CORPORATE TAX RATES

FEDERAL

Range of taxable income	Tax	of amount over
All income	21%	\$0

VERMONT

Range of taxable income	Tax	of amount over
\$0 - 10,000	6%	\$0
10,001 - 25,000	\$600 + 7%	10,000
Over 25,000	1,650 + 8.5%	25,000

VERMONT CORPORATE MINIMUM TAX

Gross Receipts	Tax
\$500,000 or less	\$100
\$500,001 - \$1,000,000	\$500
\$1,000,001 - \$5,000,000	\$1,000
\$5,000,001 - \$300,000,000	\$2,000
\$300,000,001 and over	\$100,000