



## Reading Your Tax Return

## We highly recommend reviewing your tax return upon completion, ideally, prior to signing and submitting.

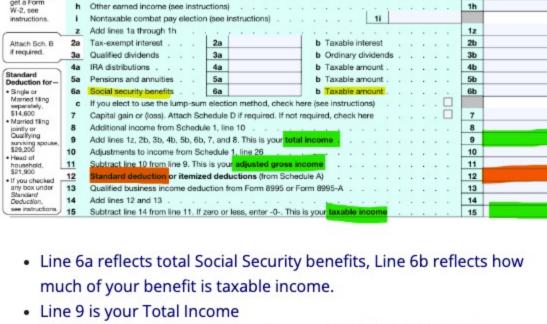
 Review W-2 withholding. Double check that you have all tax documents from bank and investment accounts.

Income

- If you made an IRA or Roth IRA contribution after 12/31/24, it will not be reflected on a 5498. Be sure to include contributions manually! Review your deductions and credits, some are expiring with the TCJA
- sunset. Understand your marginal and effective tax rate. Calculation below!
- Things can be missed, we love a "second set of eyes" policy on taxes. Double checking that the information on tax documents is accurately reflected on your
  - return is a best practice we recommend! Below are key numbers to know.

1a Total amount from Form(s) W-2, box 1 (see instructions)

Attach Form(s)
W-2 here. Also
attach Forms
d Medicaid waiver payments not reported on Form(s) W-2 (see instructions)
W-2G and 1b 1c W-2G and 1099-R if tax Taxable dependent care benefits from Form 2441, line 26
 Employer-provided adoption benefits from Form 8839, line 29 1e if you did not 1g get a Form W-2, see instructions.



adjustments added back in. MAGI is an important number to know for Medicare premiums and IRMAA.

 Line 11 is your Adjusted Gross Income. Modified Adjusted Gross Income is your Adjusted Gross Income with some Schedule 1

- Line 12 is the higher of your itemized or standard deduction. The standard deduction was increased with TCJA and is scheduled to sunset this year if the government does not extend the tax package. Line 15 is your TAXABLE income, after deductions.
- Page 2 Form 1040 (2024) Tax (see instructions). Check if any from Form(s): 1 B814 2 4972 3 D 16 Tax and 17 Amount from Schedule 2, line 3 18 Add lines 16 and 17 . . . . 17 18 19 Child tax credit or credit for other dependents from Schedule 8812 . 19 20 Amount from Schedule 3, line 8 . . . . . . . . . . . . 20 21 Add lines 19 and 20 . 21 Subtract line 21 from line 18. If zero or less, enter -0-22

23

24

Head of household

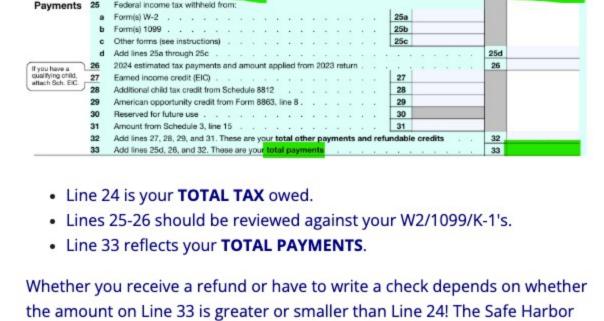
\$0 to \$16,550

\$16,551 to \$63,100

\$63,101 to \$100,500 \$100.501 to \$191.950

23 Other taxes, including self-employment tax, from Schedule 2, line 21

Add lines 22 and 23. This is your total tax



rule says that you must withhold 90% of Line 24 to avoid paying an under-

withholding penalty.

Single filers

\$0 to \$11,600

\$11,601 to \$47,150

\$47,151 to \$100,525

\$100,526 to \$191,950

Tax Rate

10%

12%

24%

2024 Marginal Tax Brackets

jointly or qualifying

surviving spouse

\$0 to \$23,300

\$23,301 to \$94,300

\$94,301 to \$201,050

\$201,051 to \$383,900

32%	\$191,951 to \$243,725	\$383,901 to \$487,450	\$191,951 to \$243,725	\$191,951 to \$243,700
35%	\$243,726 to \$609,350	\$487,451 to \$731,200	\$243,726 to \$365,600	\$243,701 to \$609,350
37%	\$609,351 or more	\$731,201 or more	\$365,601 or more	\$609,351 or more
ALL of y	our income is taxed	at 24%, just the amo	ount from \$201,051.	filers is \$250,000, not Calculating within the t is calculated below.

Calculating Effective Tax Rate

This percentage is the actual rate you PAY <u>after</u> deductions and credits.

Line 24 - Total Tax

divided by

Married filing

\$0 to \$11,600

\$11,601 to \$47,150

\$47,151 to \$100,525

\$100,526 to \$191,950

Line 15 - Taxable Income The effective tax rate is the guide point for future tax withholding. Once you've calculated for 2024, double check your SSA, pension

and IRA withholding amounts.

Do you need to update your withholding percentage?

For Raymond James and Schwab accounts, please call the office.

Understanding Your Return

We have software that will read your tax returns and provide a comprehensive explanation of your personal tax situation. We can uncover opportunities and plan for the future. If you would like to send us your tax return, please <u>click here</u> and we will send you a SECURE email to safely send.

For SSA, click here for the form.

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