



Down South

Accounting & Tax

2024 Tax Overview

This guide lists some of the changes most likely to affect our clients' 2024 tax returns. It is for information only; everyone's tax situation is unique, so talk with us before using this guide to make tax-related decisions.

Standard Deduction:

Filing Status	Deduction Amount
Married Filing Jointly; Qualifying Surviving Spouse	\$29,200
Head of Household	\$21,900
Single; Married Filing Separately	\$14,600
Age 65 and/or Blind Additional Amount – Unmarried	\$1,950
Age 65 and/or Blind Additional Amount – Married	\$1,550 per spouse

Child and Dependent Care Credit: The credit amount remains unchanged from last year and is not refundable. The credit is calculated based on the taxpayers' income and total qualifying child care expenses (up to \$3,000 for one child and \$6,000 for two or more children).

Child Tax Credit/Additional Child Tax Credit: The credit amount remains the same as last year. The credit is up to \$2,000 per qualifying child under the age of 17.

Cryptocurrency: Every taxpayer must answer this question: At any time during 2024, did you: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)?

Retirement plan contribution limits: For tax year 2024, the IRA contribution limit increases to \$7,000 (\$8,000 for those 50 and older), and the limit for 401(k) plans is \$23,000 (with a \$7,500 catch-up for anyone 50 years old or older). Income limits for deductible traditional IRA contributions and for contributing to ROTH IRAs have been adjusted for inflation.

2024 Income Tax Brackets:

Rate	Joint Return	Individual Return
10%	\$0 - \$23,200	\$0 - \$11,600
12%	\$23,201 - \$94,300	\$11,601 - \$47,150
22%	\$94,301 - 201,050	\$47,151 - 100,525
24%	\$201,051 - 383,900	\$100,526 - 191,950
32%	\$383,901 - 487,450	\$191,951 - 243,725
35%	\$487,451 - 731,200	\$243,726 - 609,350
37%	Over \$731,201	Over \$609,351



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