

CHANGES FOR TAXES 2022

Annual income tax deduction limits for **gifts to public charities, including donor-advised funds**, are **30% of adjusted gross income (AGI) for contributions of non-cash assets, if held more than one year, and 60% of AGI for contributions of cash.**

For the Earned Income Tax Credit, **eligible taxpayers with no children who received roughly \$1,500 in 2021 will now get \$500 in 2022.** The Child and Dependent Care Credit returns to a maximum of \$2,100 in 2022 instead of \$8,000 in 2021.

In 2021, the **enhanced child tax credit** meant that taxpayers with children ages 6 to 17 could get a credit of up to \$3,000. For children under 6, the amount jumped to \$3,600. For 2022, that amount reverted to \$2,000 per child dependent 16 and younger.

Last year the tax credit was also fully refundable, meaning that if the credit amount a taxpayer qualified for exceeded the amount of taxes they owed, they could get the difference back. There was also no minimum amount of income you needed to earn to get the refund.

In 2022, the tax credit will be refundable only up to \$1,500 (up from \$1,400 in 2020 to adjust for inflation), depending on your income, and you must have earned income of at least \$2,500 to even be eligible for the refund.