

Year End Checklist

2022



01	TAX PLANNING	Steps you can take before year end to potentially reduce taxes
02	RETIREMENT PLANNING	Steps you can take to boost retirement savings
03	INSURANCE PLANNING	Are you taking advantage of all benefits offered to you?
04	OTHER PLANNING CONSIDERATIONS	Various topics to improve your financial outcomes

Tax Planning

2022

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DO YOU HAVE UNREALIZED LOSSES IN YOUR INVESTMENT ACCOUNTS?

- Consider realizing losses to offset any gains. Any losses up to \$3,000 can be used against ordinary income
- You could also use these losses to offset capital gain distributions from your investments

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INCREASED INCOME IN 2023?

- Consider making Roth 401k or Roth IRA contributions in 2022
- Consider converting to a Roth IRA or in plan Roth 401k
- If older than 59.5 consider taking Traditional IRA withdrawals to fill up bracket

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DECREASED COMPENSATION IN 2023?

- Consider making pretax 401k or Traditional IRA contributions instead of Roth in 2022

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CHECK INCOME BRACKET THRESHOLDS

- If you are approaching the next bracket up, consider deferring income, making HSA contributions or increasing 401k contributions

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0% TAX BRACKET

consider gifting appreciated stock to a loved one who's in the 0% capital gains tax bracket instead of gifting cash

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LARGE BONUS OR SELLING A BUSINESS?

- Consider funding a donor advised fund. A DAF can provide you with an immediate tax deduction in the year you contribute and can then be invested and used in later years

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RECEIVING ANY WINDFALLS? STOCK? BONUS?

- Consider updating your federal withholding amounts to account for the one time windfall

Tax Planning Continued

2022



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DO YOU OWN A BUSINESS?

- If you own a pass-through business consider the QBI deduction rules
- Consider Roth vs Traditional retirement plan contributions and the impact they would have on your income and potential QBI deduction
- Would contributing to a SEP or Simple IRA plan defer your income for this year?
- Consider if it makes sense to defer or accelerate business expenses

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OTHER ISSUES TO CONSIDER

- Has your marital status changed?
 - If so, consider how your filing status could effect your tax situation
- Are there any gifts that you can make?
You can give up to \$15,000 annually to any beneficiary of your choosing tax free

Retirement Planning

2022

REQUIRED MINIMUM DISTRIBUTIONS

- If you are older than age 72 you must take a withdrawal from all pretax retirement accounts by 12/31 of the current year
- This applies to all Traditional/Rollover IRA's, 401k (if you are no longer employed), and 403B Plans
- You can consider a Qualified Charitable Distribution

CONTRIBUTE TO AN IRA

- Even though the deadline to contribute to an IRA is April 15th of 2023, end-of-year bonus money or extra cash that you have accumulated could be a good time to contribute before year-end.

CONVERT TO A ROTH IRA

- 2022 could be a good year to convert Traditional IRA accounts to a Roth IRA due to the lower tax brackets that we see
- 12/31/22 will be the deadline to convert IRA money to Roth and be taxed on the converted assets in 2022
- Roth IRA's are more favorable to pass onto beneficiaries than Traditional IRA's

Insurance Planning

01



02



03

FLEXIBLE SPENDING ACCOUNTS

Do you still have a balance in your FSA?

- If so, some employers may allow you to roll \$550 of that in your account for next year
- More than likely you will need to spend the money in your account
- Some companies offer a grace period until March 15th to spend those savings

HEALTH SAVINGS ACCOUNTS

Are you in a High Deductible Health Plan?

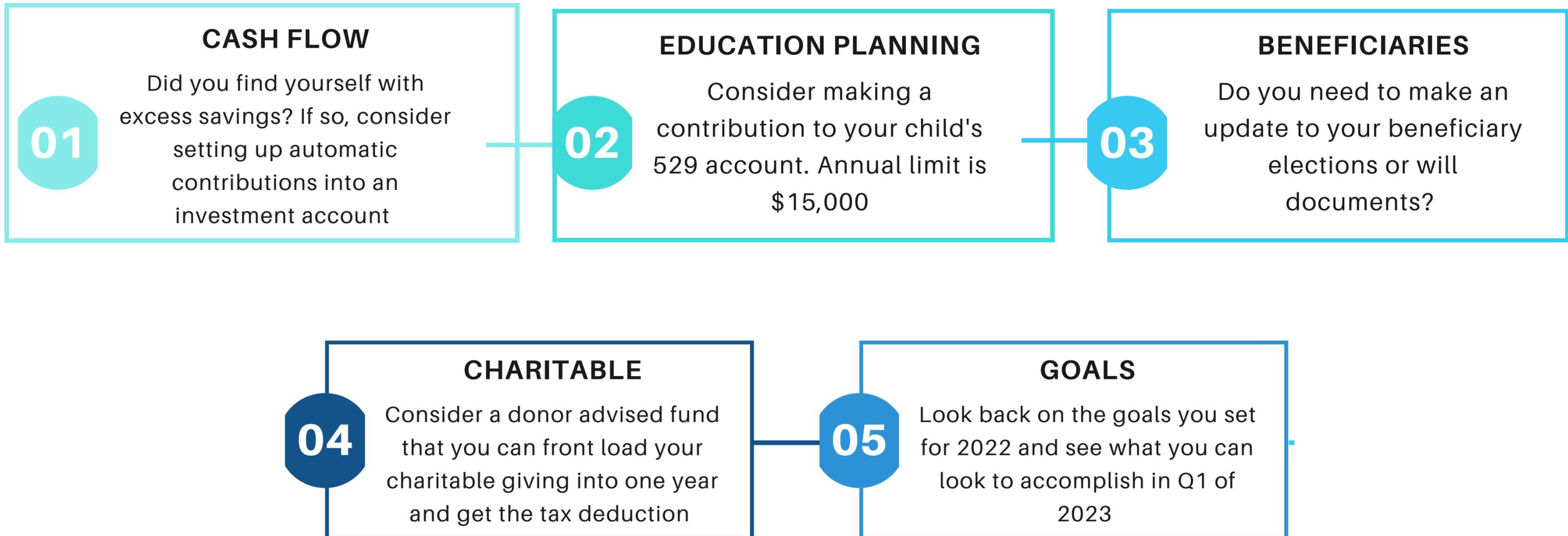
- If you have built up cash in your HSA account look to see if your employer will allow you to invest those assets
- Contributions to an HSA are tax deductible and can lower your taxable income in 2022
- Contributions can be made up until April 15th of 2023 and count towards 2022

DEDUCTIBLE?

Did you reach your annual deductible?

- If so, consider any medical procedures that you may need to get in for 2022

Other Planning Considerations





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