



GENTER
CAPITAL MANAGEMENT

Tax Rates on Qualified Dividends

2022 - Rates

One of the key differentiators of Genter Capital Management’s Dividend Income Equity strategy is the exclusive use of qualified dividends. The 2003 tax act change taxation of qualified dividends from ordinary income rates to long-term capital gains rates. In 2018 long term capital gains (*and by extention qualified dividends*) got their own brackets. The brackets for 2022 are as follows:

Tax Rate	Single	Married Filing Jointly	Head of Household
0%	\$0 - \$41,675	\$0 - \$83,350	\$0 - \$55,800
15%	\$41,676 - \$459,750	\$83,351 - \$517,200	\$55,801 - \$488,500
20%	Over \$459,750	Over \$517,200	Over \$488,500

These brackets are determined by your Adjust Gross Income (AGI) – not just your investment income.

These brackets are indexed for inflation (*i.e., will increase annually*).

These brackets provide a significant tax benefit to investors who receive income from qualified dividends.

For example, a retired couple with an income of \$75,000 would **not pay any taxes** on qualified dividends.

The combination of low tax rates and income growth can improve investor outcomes over time.

For more information, please contact your advisor.

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