



MARYLAND
Financial Planners, Ltd.



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2024 Tax Highlights



Standard Deduction Over Age 65

Single \$16,550

Married Filing Jointly \$30,550

What are the major items
you can deduct to Itemize?

Mortgage Interest

Real Estate Taxes

State Income Taxes

Medical Costs (Must exceed 7.5% of AGI)

Charitable Contributions

Real Estate Taxes and State Income Taxes
Paid (Capped at \$10,000).



Tax Credits Energy-efficient Home Purchases



-Heat pumps, windows, doors, electric vehicles, insulation and others

You can deduct up to \$3,200 annually

Do I lose the Charitable Contributions deduction if I do not itemize? **YES**

Is there a way to get around that?

You may direct RMDs from IRAs and 401ks to a charity thus making it pre-tax.



What else could I deduct?



In Maryland, you can deduct up to \$2,500 per participant for contributions to qualified 529 accounts

<https://maryland529.com/Investment-Plan>

Social Security Taxability



The portion of your benefits subject to taxation varies with income level. You'll be taxed on:

up to 50 percent of your benefits if your income is \$25,000 to \$34,000 for an individual or \$32,000 to \$44,000 for a married couple filing jointly.

up to 85 percent of your benefits if your income is more than \$34,000 (individual) or \$44,000 (couple).

Combined income includes your AGI plus non-taxable interest and half of your social security.

Maryland does not tax Social Security, West Virginia does

If you have self-employment income

You can make a retirement account contribution

You can contribute to an HSA

Sponsorships instead of charitable contributions



Real Estate Taxes

Look at Tax Credit Programs

<https://dat.maryland.gov/realproperty/Pages/Homeowners'-Property-Tax-Credit-Program.aspx>



2021 Household Income

Tax Limit

\$1 - 8,000	\$0
9,000	40
10,000	80
11,000	120
12,000	160
13,000	225
14,000	290
15,000	355
16,000	420
17,000	510
18,000	600
19,000	690
20,000	780
21,000	870
22,000	960
23,000	1050
24,000	1140
25,000	1230
26,000	1320
27,000	1410
28,000	1500
29,000	1590
30,000	1,680

and up to a maximum
of \$60,000

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How Is The Credit Figured?

The tax credit is based upon the amount by which the property taxes exceed a percentage of your income according to the following formula: 0% of the first \$8,000 of the combined household income; 4% of the next \$4,000 of income; 6.5% of the next \$4,000 of income; and 9% of all income above \$16,000.





Questions?