



Tax Law Changes for TY2022



Objectives

- Participants will learn about:
 - Major income tax changes for individual taxpayers for Tax Year 2022
 - Major employment tax changes for Tax Year 2022
 - Major tax form changes from 2021 to 2022
 - New tax forms for Tax Year 2022
 - Tax products available for limited English proficiency (LEP) taxpayers



Information on Changes to Tax Forms

- Draft tax forms, instructions and some publications are posted at **IRS.gov/DraftForms** before the final release is posted at **IRS.gov/LatestForms**.
- 500+ “Product Pages” (**IRS.gov/Form1040**, **IRS.gov/W4**, etc.) provide links and show changes that impact the product after its initial final release; available at **IRS.gov/FormChanges**.
- All revisions of all tax products can be viewed and downloaded at **IRS.gov/AllForms**.



Recent Tax Legislation

- **Infrastructure Investment and Jobs Act, 2022
P.L. 117-58 (Enacted November 15, 2021)**
 - Extension of highway-related taxes
 - Extension and modification of certain superfund excise taxes
 - Private activity bonds for qualified broadband projects and carbon dioxide capture facilities
 - Increase in national limitation amount for qualified highway or surface freight transportation facilities



Recent Tax Legislation (cont.)

- **Infrastructure Investment and Jobs Act, 2022 P.L. 117-58 (Enacted November 15, 2021) (cont.)**
 - Modification of automatic extension of certain deadlines in the case of taxpayers affected by federally declared disasters
 - Authority to postpone certain tax deadlines by reason of significant fires
 - Modification of tax treatment of contributions to the capital of a corporation
 - Information reporting for brokers and digital assets
 - Termination of employee retention credit for employers subject to closure due to COVID-19



Provisions Expiring at the end of 2022

- **These provision apply for 2022 but will no longer apply after 12/31/2022.**
 - Premium assistance credit enhancements (sec. 36B(b)(3)(A)(iii) and (c)(1)(E))
 - Allowance of full deduction for business meals provided by a restaurant (sec. 274(n)(2)(D))



Provisions Expiring 12/31/2022, cont. 1

- **Incentives for biodiesel and renewable diesel:**
 - Income tax credits for biodiesel fuel, biodiesel used to produce a qualified mixture, and small Agri-biodiesel producers (sec. 40A(g))
 - Income tax credits for renewable diesel fuel and renewable diesel used to produce a qualified mixture (sec. 40A(g))
 - Excise tax credits and outlay payments for biodiesel fuel mixtures (secs. 6426(c)(6) and 6427(e)(6)(B))
 - Excise tax credits and outlay payments for renewable diesel fuel mixtures (secs. 6426(c)(6) and 6427(e)(6)(B))



Provisions Expiring 12/31/2022, cont. 2

- Railroad track maintenance credit (expiration of 50-percent rate) (sec. 45G(a))
- Temporary delay of designation of multiemployer plans as in endangered, critical, or critical and declining status (sec. 9701 of P.L. 117-2)



Expired Provisions

- **These provisions expired as of 12/31/2021 and don't apply for 2022.**
 - **Energy-related provisions**
 - Nonbusiness energy property (sec. 25C(g))
 - Alternative fuel vehicle refueling property credit (sec. 30C(g))
 - Energy efficient homes credit (sec. 45L(g))
 - **Mortgage insurance premiums as qualified residence interest (sec. 163(h)(3)(E)(iv))**



Expired Provisions, cont. 1

- **These provisions expired and don't apply for 2022.**
 - **Modification of limitation on charitable contributions (sec. 2205 of P.L. 116-136, as amended)**
 - **Credit for health insurance costs of eligible individuals (sec. 35(b)(1)(B))**
 - **Special rule for health and dependent care flexible spending arrangements (sec. 214 of Div. EE of P.L. 116-260)**



Expired Provisions, cont. 2

- **These provisions expired and don't apply for 2022.**
- **Enhanced credits from the American Rescue Plan:**
 - Child Tax Credit (sec. 24)
 - Child and Dependent Care Credit (sec. 21)
 - Earned Income Credit (sec. 32)
 - Premium Tax Credit (sec. 36B)
- **2021 Recovery Rebate Credit (sec. 6428B)**



Expired Provisions, cont. 3

- **These provisions expired and don't apply for 2022.**
- **Child Tax Credit (Sec. 24(i) and 7527A)**
 - Extended qualifying child to under age 18
 - Credit increased to \$3,000 per child (\$3,600 for under age 6)
 - New phaseout amounts for additional credit amounts
 - Refundable in 2021 for most taxpayers
 - Created an advance child tax credit payment



Expired Provisions, cont. 4

- **These provisions expired and don't apply for 2022.**
- **Child and Dependent Care Credit (sec. 21(g) and 129(a)(2)(D))**
 - Increased dollar limit amount to \$8,000 for one qualifying person and \$16,000 for two or more qualifying persons
 - Increased credit rate and income phaseout amounts
 - Refundable in 2021 for most taxpayers
 - Increased the exclusion amount for employer-provided dependent care assistance to \$10,500



Expired Provisions, cont. 5

- **These provisions expired and don't apply for 2022.**
- **Earned income tax credit: Special rules for individuals without qualifying children (sec. 32(n))**
 - Decreased minimum age
 - Qualified former foster youth
 - Qualified homeless youth
 - Eliminated maximum age
 - Increased credit and phaseout percentages



Expired Provisions, cont. 6

- **These provisions expired and don't apply for 2022.**
- **Premium Tax Credit**
 - Premium assistance credit special rule for individuals who receive unemployment compensation (sec. 36B(g))



Expired Provisions, cont. 7

- **These provisions expired and don't apply for 2022.**
 - **Employment Tax Changes**
 - Extension and modification of employee retention credit (sec. 3134(n))
 - Sick and family leave credit (sec. 3131(h) and 3132(h))
 - Premium assistance for COBRA continuation coverage (sec. 9501 of P.L. 117-2)



Form 1040, U.S. Individual Income Tax Return

- Virtual currency question has been revised
- We eliminated certain write-ins:
 - Added new lines for wage items (lines 1a-1z)
 - Added new line 6c with a checkbox
- We removed lines related to pandemic legislation



Schedule 1 (Form 1040), Additional Income and Adjustments to Income

- Eliminated certain write-ins
- Expanded line 8e into lines 8e and 8f
- Added new lines for income items (lines 8r-8u)



Schedule 2 (Form 1040), Additional Taxes

- Eliminated a write-in on line 8 by adding a checkbox
- Removed items related to pandemic legislation



Schedule 3 (Form 1040), Additional Credits and Payments

- Removed lines for expired credits
 - Line 13c (health coverage tax credit)
 - Line 13g (refundable child and dependent care credit)
- Retained lines 13b and 13h (qualified sick and family leave credits)



Schedule 8812 (Form 1040), Credits for Qualifying Children and Other Dependents

- Removed the expired American Rescue Plan Act enhancements
 - Removed line 13 checkboxes
 - Removed Part I-B and Part I-C
 - Removed Part III
- Added a checkbox for filers who don't want to claim the additional child tax credit



Forms Converted to Continuous Use

- Form 1098, Mortgage Interest Statement
- Form 1099-A, Acquisition or Abandonment of Secured Property
- Form 1099-C, Cancellation of Debt
- Form 1099-DIV, Dividends and Distributions
- Form 1099-G, Certain Government Payments



Forms Converted to Continuous Use (cont.)

- Form 1099-INT, Interest Income
- Form 1099-K, Payment Card and Third-Party Network Transactions
- Form 1099-MISC, Miscellaneous Information
- Form 1099-NEC, Nonemployee Compensation
- Form 1099-S, Proceeds From Real Estate Transactions



Form 1099-K

- Third party network threshold for reporting changed from totals exceeding \$20,000 and 200 transactions to totals exceeding
- \$600, regardless of the total number of transactions.
- Reporting is not required on transactions that are not for goods or services.
- Go to **[IRS.gov/GigEconomy](https://www.irs.gov/GigEconomy)**.



New Products List

- Form 179-D, Energy Efficient Commercial Buildings
- Form 8453-CORP, E-file Declaration for Corporations
- Form 8879-CORP, E-file Authorization for Corporations



Tax Products for LEP Taxpayers

- **Available in Spanish**
 - Form 1040-NR and its Schedules A, NEC, and OI
- **Available in Spanish, Chinese, Korean, Vietnamese and Russian**
 - Publication 334
 - Publication 519
- **Available in Chinese, Korean, Vietnamese and Russian**
 - Form W-4



Where's My Refund

- New feature allows taxpayers to check on the refund status of their current tax year and the two previous years.
- Go to **IRS.gov/refunds** for more information.



Resources

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Tax Law Changes for Tax Year 2022 Tax Forms Contact Information

- For questions about form content, instructions or publications, email **TaxForms@irs.gov**