

**TAX BRACKETS FOR 2020**

**Married filing jointly**

\$0-\$19,750	10.0%
\$19,751-\$80,250	12.0%
\$80,251-\$171,050	22.0%
\$171,051-\$326,600	24.0%
\$326,601-\$414,700	32.0%
\$414,701-\$622,050	35.0%
Over \$622,050	37.0%

**Single**

\$0-\$9,875	10.0%
\$9,876-\$40,125	12.0%
\$40,126-\$85,525	22.0%
\$85,526-\$163,300	24.0%
\$163,301-\$207,350	32.0%
\$207,351-\$518,400	35.0%
Over \$518,400	37.0%

**Head of household**

\$0-\$14,100	10.0%
\$14,101-\$53,700	12.0%
\$53,701-\$85,500	22.0%
\$85,501-\$163,300	24.0%
\$163,301-\$207,350	32.0%
\$207,351-\$518,400	35.0%
Over \$518,400	37.0%

**Estates and trusts**

\$0-\$2,600	10.0%
\$2,601-\$9,450	24.0%
\$9,451-\$12,950	35.0%
Over \$12,950	37.0%

**LONG-TERM CAPITAL GAINS/QUALIFIED DIVIDEND RATES**

**0.0% rate when taxable income is below:**

Married, filling jointly	\$80,000
Head of household	\$53,600
Single	\$40,000
Estates and trusts	\$2,650

**15.0% rate when taxable income is below:**

Married, filling jointly	\$496,600
Head of household	\$469,050
Single	\$441,450
Estates and trusts	\$13,150

**20.0% rate generally applies to higher taxable income amounts**

**28.0% rate applies to capital gains on collectibles**

**Standard deduction**

Married, filling jointly	\$24,800
Single	\$12,400
Head of household	\$18,650

Blind or over 65: additional \$1,300 if married; \$1,650 if single and not a surviving spouse.

**Capital loss limit**

Married, filling jointly	\$3,000
Single	\$3,000

If your capital loss exceeds your capital gains.

**ESTATE TAX**

Transfer tax rate (max)	40%
Estate tax exemption	\$11,580,000
Gift tax exemption	\$11,580,000
Generation-skipping transfer exemption	\$11,580,000

**EDUCATION**

529 plan contributions, per individual	\$15,000/yr. before a gift tax
529 plan contributions, per couple	\$30,000/yr. before a gift tax
Accelerate 5 years of gifting into 1 year per individual	\$75,000
Per couple	\$150,000

**Lifetime learning credits**

Contribution	\$2,000
Phaseout-single	\$59,000-\$69,000 <sup>1</sup>
Phaseout-joint	\$118,000-\$138,000 <sup>1</sup>

**Coverdell education savings account**

Contribution	\$2,000
Phaseout-single	\$95,000-\$110,000 <sup>1</sup>
Phaseout-joint	\$190,000-\$220,000 <sup>1</sup>

**Student loan interest**

Deduction limit	\$2,500
Phaseout-single	\$70,000-\$85,000 <sup>1</sup>
Phaseout-joint	\$140,000-\$170,000 <sup>1</sup>

**Phaseout of tax-free savings bonds interest**

Single	\$82,350-\$97,350 <sup>1</sup>
Joint	\$123,550-\$153,550 <sup>1</sup>

**American opportunity tax credit**

Maximum credit	\$2,500
Phaseout-single	\$80,000-\$90,000 <sup>1</sup>
Phaseout-joint	\$160,000-\$180,000 <sup>1</sup>

**KIDDIE TAX**

Earned income is taxed at single tax bracket rates.  
Net unearned income is taxed at estates and trusts tax bracket rates

**RETIREMENT**

**IRA and Roth IRA contributions**

Under age 50	\$6,000
Aged 50 and over	\$7,000

**Phaseout for deducting IRA contributions**  
(for qualified participants)

Married, filling jointly	\$104,000-\$124,000 <sup>1</sup>
Single of head of household	\$65,000-\$75,000 <sup>1</sup>
Married, filling jointly <sup>2</sup>	\$196,000-\$206,000 <sup>1</sup>

**Phaseout of Roth contribution eligibility**

Joint	\$196,000-\$206,000 <sup>1</sup>
Single	\$124,000-\$139,000 <sup>1</sup>

**SEP contribution**

Up to 25% of compensation	Limit \$57,000
To participate in SEP	\$600

**SIMPLE elective deferral**

Under age 50	\$13,500
Aged 50 and over	\$16,500

**Qualified plan contribution**

401(k), 403(b), 457, and SARSEP	\$19,500
Aged 50 and over	\$26,000
Limit on additions to defined contribution plan	\$57,000
Annual benefit limit on defined benefit plan	\$230,000
Highly compensated employee makes	\$130,000
Annual compensation taken into account for qualified plans	\$285,000

<sup>1</sup> Modified adjusted gross income  
<sup>2</sup> Phaseout limit for spouse who is not a participant in qualified plan.