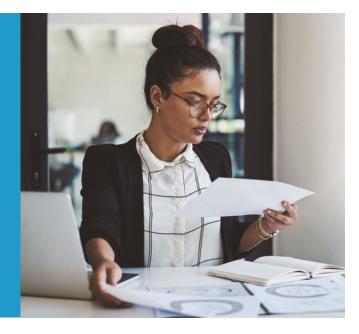


Create Opportunities

Key Information for the 2020 Tax Year

Contact your tax advisor for details on how these rates affect your financial plans.



Filing Rates				
Individual		Filing S	itatus	
Tax Rate	Married Filing Jointly (MFJ)	Single	Married Filing Separately	Head of Household
10%	Up to \$19,750	Up to \$9,875	Up to \$9,875	Up to \$14,100
12%	\$19,751-\$80,250	\$9,876 -\$40,125	\$9,876-\$40,125	\$14,101 -\$53,700
22%	\$80,251 -\$171,050	\$40,126-\$85,525	\$40,126-\$85,525	\$53,701 -\$85,500
24%	\$171,051-\$326,600	\$85,526-\$163,300	\$85,526-\$163,300	\$85,501-\$163,300
32%	\$326,601-\$414,700	\$163,301-\$207,350	\$163,301-\$207,350	\$163,301 -\$207,350
35%	\$414,701-\$622,050	\$207,351-\$518,400	\$207,351 -\$311,025	\$207,351 -\$518,400
37%	More than \$622,050	More than \$518,400	More than \$311,025	More than \$518,400

Standard Deduction		
Standard deduction — single and married filing separately	\$12,400	
Additional deduction age 65 or older — single	\$1,650	
Standard deduction — married filing jointly	\$24,800	
Additional deduction age 65 or older — married filing jointly and married filing separately		
Standard deduction — head of household	\$18,650	
Additional deduction age 65 or older — head of household		
Note: The personal exemption was suspended by the Tax Cuts and Jobs Act of 2017 for the tax years 2018 to 2025.		

CLAconnect.com

WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING



Retirement Plans		
Maximum annual benefit for defined benefit plan	Up to \$230,000	
Defined contribution annual addition	\$57,000	
Defined contribution compensation limit	\$285,000	
401(k) maximum exclusion	\$19,500	
401(k) catch-up contribution (for individuals 50 or older)	\$6,500	
Simple contribution limit	\$13,500	
Simple catch-up contribution (for individuals 50 or older)	\$3,000	
IRA contribution limitation (in general)	\$6,000	
IRA catch-up contribution (for individuals 50 or older)	\$1,000	

Payroll Taxes	
Social Security (self-employed) combined rate (OASDI + Medicare)	(6.2% + 1.45%) x 2 = 15.3%
Social Security (employee) rate (OASDI + Medicare)	(6.2% + 1.45%) = 7.65%
OASDI contribution base	\$137,700
Medicare contribution base	Unlimited
Additional Medicare payroll tax on earnings more than \$200,000 (single) and \$250,000 (MFJ)	0.9%
FUTA wage base	\$7,000
FUTA rate	6%

Social Security		
	Under full retirement age	\$18,240
Maximum earned income while receiving Social Security	In the year you reach full retirement age	\$48,600
	Full retirement age	No limit

Education Phase-Outs		
American Opportunity Credit (formerly Hope Credit)	MFJ: \$160,000 -\$180,000 Other filers: \$80,000 -\$90,000	
Lifetime Learning Credit	MFJ: \$118,000 -\$138,000 Other Filers: \$59,000 -\$69,000	
Student loan interest deduction	MFJ: \$140,000-\$170,000 Single: \$70,000 -\$85,000	

The information contained herein is general in nature and is not intended, and should not be construed, as legal, accounting, investment or tax advice or opinion provided by CliftonLarsonAllen LLP (CLA) to the reader. The reader also is cautioned that this material may not be applicable to, or suitable for, the reader's specific circumstances or needs, and may require consideration of nontax and other tax factors if any action is to be contemplated. The reader should contact his or her CliftonLarsonAllen or other tax professional prior to taking any action based upon this information. CliftonLarsonAllen assumes no obligation to inform the reader of any changes in tax laws or other factors that could affect the information contained herein.

Health Savings Accounts	
HSA contribution limit (single insurance coverage)	\$3,550
HSA contribution limit (family insurance coverage)	\$7,100
HSA catch-up contribution (age 55 or older)	\$1,000

179 Limitation, Gift and Estate Tax Exclusions, and Kiddie Tax		
Section 179 limitation	\$1,040,000	
Annual gift tax exclusion	\$15,000	
Estate tax exclusion amount	\$11,580,000	

Travel		
High cost per diem travel rate within continental United States (high/low method)	\$297	
Low cost per diem travel rate within continental United States (high/low method)	\$200	

Mileage Rates		
Business	\$0.575	
Charitable	\$0.14	
Medical/Moving	\$0.17	

The information contained herein is general in nature and is not intended, and should not be construed, as legal, accounting, investment or tax advice or opinion provided by CliftonLarsonAllen LLP (CLA) to the reader. The reader also is cautioned that this material may not be applicable to, or suitable for, the reader's specific circumstances or needs, and may require consideration of nontax and other tax factors if any action is to be contemplated. The reader should contact his or her CliftonLarsonAllen or other tax professional prior to taking any action based upon this information. CliftonLarsonAllen assumes no obligation to inform the reader of any changes in tax laws or other factors that could affect the information contained herein.