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Key Numbers 2020

Tax reference numbers at a glance.



Income Tax (2020 tax rate tables)

Single			
Up to \$9,875	\$0	+	10%
\$40,125 to \$85,525	\$4,617.50	+	22%
\$163,300 to \$207,350	\$33,271.50	+	32%
Over \$518,400	\$156,235.00	+	37%

Divorced			
Up to \$19,750	\$0	+	10%
\$19,750 to \$80,250	\$1,975.00	+	12%
\$80,250 to \$171,050	\$9,235.00	+	22%
\$171,050 to \$326,600	\$29,211.00	+	24%
\$326,600 to \$414,700	\$66,543.00	+	32%
\$414,700 to \$622,050	\$94,735.00	+	35%
Over \$622,050	\$167,307.50	+	37%

Divorced			
Up to \$9,875	\$0	+	10%
\$9,875 to \$40,125	\$987.50	+	12%
\$40,125 to \$85,525	\$4,617.50	+	22%
\$85,525 to \$163,300	\$14,605.50	+	24%
\$163,300 to \$207,350	\$33,271.50	+	32%
\$207,350 to \$311,025	\$47,367.50	+	35%
Over \$311,025	\$83,653.75	+	37%

Head of household			
Up to \$14,100	\$0	+	10%
\$14,100 to \$53,700	\$1,410.00	+	12%
\$53,700 to \$85,500	\$6,162.00	+	22%
\$85,500 to \$163,300	\$13,158.00	+	24%
\$163,300 to \$207,350	\$31,830.00	+	32%
\$207,350 to \$518,400	\$45,926.00	+	35%
Over \$518,400	\$154,793.50	+	37%



Standard Deduction

Younger	
aged (over age 65)	
Single or	\$1,650
Divorced	
separately	\$1,300



Alternative Minimum Tax (AMT)



Education Credits and Deductions

MAGI phaseout ranges	Single or head of household	Married or Divorced



Estate Planning

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Retirement Planning

Employee contribution limits to employer plans*	
401(k) plans, 403(b) plans, 457(b) plans, and SAR-SEPs (includes Roth contributions to these plans)	\$19,500
Annual catch-up contribution (age 50+)	\$6,500
SIMPLE 401(k) and SIMPLE IRA plans	\$13,500
Annual catch-up contribution (age 50+)	\$3,000
IRA contribution limits**	
Traditional and Roth IRAs (combined)	\$6,000
Annual catch-up contribution (age 50+)	\$1,000

* Lesser of these limits or 100% of participant's compensation.

** Lesser of these limits or 100% of earned income.

MAGI phaseout limits for deductible contributions to a traditional IRA (affects taxpayers covered by an employer-sponsored retirement plan)	
Single or head of household	\$65,000 to \$75,000
Married filing jointly when the spouse who makes the contribution is covered by a workplace plan	\$104,000 to \$124,000
Married filing jointly when the spouse who makes the contribution is not covered by a workplace plan but the other spouse is covered	\$196,000 to \$206,000
Married filing separately	Up to \$10,000

MAGI phaseout limits to contribute to a Roth IRA	
Single or head of household	\$124,000 to \$139,000
Married filing jointly	\$196,000 to \$206,000
Married filing separately	Up to \$10,000



Investment Taxes

Single filer	Married filing jointly	Married filing separately	Head of household	Tax rate
Long-term capital gain & qualified dividend tax (taxable income thresholds)				
Up to \$40,000	Up to \$80,000	Up to \$40,000	Up to \$53,600	0%
\$40,001 up to \$441,450	\$80,001 up to \$496,600	\$40,001 up to \$248,300	\$53,601 up to \$469,050	15%
More than \$441,450	More than \$496,600	More than \$248,300	More than \$469,050	20%
Net investment income tax (MAGI thresholds)				
Over \$200,000	Over \$250,000	Over \$125,000	Over \$200,000	3.8%*

*The 3.8% net investment income tax (also referred to as the unearned income Medicare contribution tax) applies to the lesser of (a) net investment income or (b) modified adjusted gross income (MAGI) exceeding the above thresholds. It does not apply to municipal bond interest or qualified retirement plan/IRA withdrawals.

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McDonald Partners

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Health Care

Flexible spending account (FSA) for health care	
Maximum salary reduction contribution	\$2,750
Health savings account (HSA)	
Annual contribution limit — individual coverage	\$3,550
Annual contribution limit — family coverage	\$7,100
Annual catch-up contribution (age 55+)	\$1,000
High-deductible health plan (HDHP)	
Minimum deductible — individual coverage	\$1,400
Minimum deductible — family coverage	\$2,800
Maximum out-of-pocket amount — individual	\$6,900
Maximum out-of-pocket amount — family	\$13,800



Social Security/Medicare

Maximum taxable earnings	
Social Security (OASDI only)	\$137,700
Medicare (HI only)	No limit



Standard Mileage Rates

Business purposes	57.5¢ per mile
Medical purposes	17¢ per mile
Charitable purposes	14¢ per mile
Moving purposes	17¢ per mile