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**2020 TAX YEAR - KEY FACTS**



**STANDARD DEDUCTION**

Married Filing Jointly and Surviving Spouse	\$	24,800
Head of Household	\$	18,650
Single	\$	12,400
Married Filing Separately	\$	12,400
Dependent Standard Deduction (Min.)	\$	1,100
Additional Amount for Aged or Blind	\$	1,300
Additional Amount for Aged or Blind (Single, not Surviving Spouse)	\$	1,650

**EXEMPTIONS AND ITEMIZED DEDUCTIONS**

Medical and Dental Expenses (AGI Threshold)	7.5%
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**State and Local Taxes**

Married Filing Jointly, Single, and Head of Household	\$	10,000
Married Filing Separately	\$	5,000

**Casualty and Theft Losses**

Federal Disaster Losses	Allowed
Other Losses	Not Allowed

**Misc. Itemized Deductions**

Not Subject to 2% of AGI Limit	Allowed
Subject to 2% of AGI Limit	Not Allowed

**CREDITS, EXCLUSIONS, AND OTHER DEDUCTIONS**

**Child Tax Credit (Subject to AGI Limits)**

Qualifying Child Under Age 17 (Max.)	\$	2,000
Other Dependent (Max.)	\$	500
Refundable Additional Child Tax Credit	\$	1,400
American Opportunity Credit (Max.)	\$	2,500
Lifetime Learning Credit (Max.)	\$	2,000
Student Loan Interest Deduction (Max.)	\$	2,500

**U.S. Savings Bond Interest Exclusion (MAGI Phaseout Starts)**

Married Filing Jointly	\$	123,550
Single, Head of Household, and Surviving Spouse	\$	82,350
Foreign Earned Income Exclusion	\$	107,600

**KIDDIE TAX**

Unearned Income Threshold	\$	2,200
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**ALTERNATIVE MINIMUM TAX (AMT)**

**Exemption Amounts**

Married Filing Jointly and Surviving Spouse	\$	113,400
Single and Head of Household	\$	72,900
Married Filing Separately	\$	56,700
Estate and Trust	\$	2,540

**CAPITAL GAIN AND QUALIFIED DIVIDEND RATES**

**Taxable Income Threshold**

	0%	15%	20%
Married Filing Jointly and Surviving Spouse	\$0 - \$80,000	\$80,001 - \$496,600	\$496,601 and up
Head of Household	\$0 - \$53,600	\$53,601 - \$469,050	\$469,051 and up
Single	\$0 - \$40,000	\$40,001 - \$441,450	\$441,451 and up
Married Filing Separately	\$0 - \$40,000	\$40,001 - \$248,300	\$248,301 and up
Estate or Trust	\$0 - \$2,650	\$2,651 - \$13,150	\$13,151 and up

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**CODE SEC. 199A QUALIFIED BUSINESS INCOME (QBI) DEDUCTION**

Wage/Capital Threshold		
Married filing jointly and Surviving Spouse	\$	326,600
Single, Head of Household, and Married Filing Separately	\$	163,300
Phase-in Ceiling		
Married filing jointly and Surviving Spouse	\$	426,600
Single, Head of Household, and Married Filing Separately	\$	213,300

**CODE SEC. 179 EXPENSING**

Maximum Deduction	\$	1,040,000
Investment Limitation	\$	2,590,000

**SMALL BUSINESS**

Gross Receipts Test for Cash Method of Accounting (3 yr. taxable pd.)	\$	26,000,000
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**TRANSPORTATION**

Standard Mileage Rate	57.5¢
Medical and Moving Mileage Rate	17¢
Charitable Mileage Rate	14¢
Depreciation Component of Standard Mileage	27¢
High/Low Cost Locality Per Diem Travel Rates (after 9/30/19)	High \$297 / Low \$200
High/Low Cost Locality Per Diem Travel Rates (after 9/30/20)	High \$292 / Low \$198

**HSAS, FSAS, AND COVERDELLS**

**Health Savings Account (HAS) Deductible Contribution (Max.)**

Family Coverage	\$	7,100
Self-Only Coverage	\$	3,550
Health Flexible Savings Account (FSA) Contributions (Max.)	\$	2,750
Coverdell Education Savings Account Contributions (Max.)	\$	2,000

**RETIREMENT PLANS**

Elective Deferrals to 401(k), 403(b), 457, and Thrift Plans (Max.)	\$	19,500
Elective Deferrals to SIMPLE 401(k) and IRA Plans (Max.)	\$	13,500
Contributions to Traditional and Roth IRAs (Max.)	\$	6,000

**Catch-Up Contributions (For Individuals Age 50 and Over)**

401(k), 403(b), 457, and Thrift Plans	\$	6,500
SIMPLE 401(k) and IRA Plans	\$	3,000
Traditional and Roth IRAs	\$	1,000
Annual Additions to Defined Contribution Plans and SEPs (Max.)	\$	57,000
Annual Compensation for Determining Contributions (Max.)	\$	285,000
SEP Minimum Compensation	\$	600
Annual Benefits Under Defined Benefit Plan (Max.)	\$	230,000
Highly-Compensated Employee Threshold	\$	130,000

**SOCIAL SECURITY AND MEDICARE**

Social Security Wage Base (OSADI Max.)	\$	137,700
Medicare Wage Base (HI Max.)		No Limit
Nanny Tax Threshold	\$	2,200

**ESTATE AND GIFT TAXES**

Estate & Gift Basic Exclusion Amount	\$	11,580,000
Annual Gift Tax Exclusion (Per Donee)	\$	15,000
Maximum Estate & Gift Tax Rate		40%