

2020 Tax Fast Facts

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Federal income tax rates for 2020

Married filing jointly

Taxable income	Tax rate
\$0 to \$19,750	10%
\$19,751 to \$80,250	12%
\$80,251 to \$171,050	22%
\$171,051 to \$326,600	24%
\$326,601 to \$414,700	32%
\$414,701 to \$622,050	35%
More than \$622,050	37%

Single

Taxable income	Tax rate
\$0 to \$9,875	10%
\$9,876 to \$40,125	12%
\$40,126 to \$85,525	22%
\$85,526 to \$163,300	24%
\$163,301 to \$207,350	32%
\$207,351 to \$518,400	35%
More Than \$518,400	37%

Capital gain tax rates for 2020

Asset Holding Period	Tax Bracket						
	10%	12%	22%	24%	32%	35%	37%
Short term rate	10%	12%	22%	24%	32%	35%	37%
Long term rate	Married Filing Jointly*			Single*			
	0%	\$0 to \$80,000		\$0 to \$40,000			
	15%	\$80,001 - \$496,600		\$40,001 to \$441,450			
	20%	More than \$496,600		More than \$441,450			

Estate and gift tax exemptions for 2020

Estate tax exempt amount	\$11.58 million*
Gift tax exempt amount	\$11.58 million*
Gift tax annual exclusion amount	\$15,000*

*Could increase due to inflation adjustment. Source: Internal Revenue Service

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IRA and retirement plan limits for 2020

The amount you can contribute to all of your Traditional and Roth IRAs combined is 100% of your taxable compensation,¹ up to a maximum of:

If you are under age 50	\$6,000
If you are age 50 or older	\$7,000

¹Exception for Married Filing Jointly: An employed spouse may contribute to a separate IRA on behalf of a spouse who has little or no income. The amount of the couple's combined contributions can't be more than the taxable compensation reported on their joint return. For more information, refer to Spousal IRA sections in IRA Publication 590-A.

Deductible traditional IRA phaseouts

Deductibility depends on MAGI and whether you or your spouse is covered by an employer-sponsored retirement plan. You must figure your deduction and your spouse's deduction separately. The deduction for contributions to traditional IRAs phases out over the following MAGI levels:

Covered by employer plan and:

Single	\$65,000-\$75,000
Married filing jointly	\$104,000-\$124,000

Not covered by employer plan and:

Single or married filing jointly with a spouse who also is not covered	No limit
Married filing jointly with a spouse who is covered	\$196,000-\$206,000

There is no income limit for contributions to a non-deductible traditional IRA.

Roth IRA eligibility phaseouts

Eligibility for Roth IRAs is phased out over the following MAGI levels:

Filing Status

Single	\$124,000-\$139,000
Married filing jointly	\$196,000-\$206,000
Married filing separately	\$0-\$10,000

Maximum retirement plan contributions

The amount you can contribute to an employer-sponsored retirement plan generally is the lesser of 100% of your salary or:

Type of Plan

401(k) and 403(b)	\$19,500
SIMPLE-IRA	\$13,500
401(k) and 403(b) Catch-up contributions ²	\$6,500
SIMPLE-IRA Catch-up contributions ²	\$3,000

²Age 50 or older.