



Guidance You Can Count On.

# 2020 Rates and Dates

## 2020 INDIVIDUAL TAX RATE SCHEDULES

### MARRIED TAXPAYERS - JOINT OR SURVIVING SPOUSE

TAXABLE INCOME	BUT NOT OVER	YOUR TAX IS	OF AMOUNT OVER
\$ 0	\$ 19,750	\$ 0	+10%
19,751	80,250	1,975.00	+12%
80,251	171,050	9,235.00	+22%
171,051	326,600	29,211.00	+24%
326,601	414,700	66,543.00	+32%
414,701	622,050	94,735.00	+35%
622,051	—	167,307.50	+37%

### SINGLE TAXPAYERS

TAXABLE INCOME	BUT NOT OVER	YOUR TAX IS	OF AMOUNT OVER
\$ 0	\$ 9,875	\$ 0	+10%
9,876	40,125	987.50	+12%
40,126	85,525	4,617.50	+22%
85,526	163,300	14,605.50	+24%
163,301	207,350	33,271.50	+32%
207,351	518,400	47,367.50	+35%
518,401	—	156,325.00	+37%

## 2019 INDIVIDUAL TAX RATE SCHEDULES

### MARRIED TAXPAYERS - JOINT OR SURVIVING SPOUSE

TAXABLE INCOME	BUT NOT OVER	YOUR TAX IS	OF AMOUNT OVER
\$ 0	19,400	\$ 0	+10%
19,401	78,950	1,940.00	+12%
78,951	168,400	9,086.00	+22%
168,401	321,450	28,765.00	+24%
321,451	408,200	65,497.00	+32%
408,201	612,350	93,257.00	+35%
612,351	—	164,709.50	+37%

### SINGLE TAXPAYERS

TAXABLE INCOME	BUT NOT OVER	YOUR TAX IS	OF AMOUNT OVER
\$ 0	9,700	\$ 0	+10%
9,701	39,475	970.00	+12%
39,476	84,200	4,543.00	+22%
84,201	160,725	14,382.50	+24%
160,726	204,100	32,748.50	+32%
204,101	510,300	46,628.50	+35%
510,301	—	153,798.50	+37%

## INDIVIDUALS

### STANDARD DEDUCTION\* - 2020

Joint Return.....	\$24,800	Blind or Elderly (per condition)	
Single.....	\$12,400	Single/Head of House..	\$1,650
Head of Household....	\$18,650	Married.....	\$1,300

\*You may deduct the greater of your standard deduction or your itemized deductions.

### STANDARD DEDUCTION\* - 2019

Joint Return.....	\$24,400	Blind or Elderly (per condition)	
Single.....	\$12,200	Single/Head of House..	\$1,650
Head of Household....	\$18,350	Married.....	\$1,300

### INDIVIDUAL RETIREMENT DEDUCTIONS - 2020

Not in another plan & with earnings - \$6,000 and \$1,000 more if at least 50 years old (same limits for a non-working spouse). AGI limits are gradually being increased. To help with tax planning, these limits are for active participants in another plan during the tax year.

MARRIED AGI	DEDUCTION	SINGLE AGI
\$ 0 - \$104,000	\$6,000/\$7,000 max.	\$ 0 - \$65,000
\$104,001 - \$124,000	Partial	\$65,001 - \$75,000
> \$124,000	None	> \$75,000

### ROTH RETIREMENT ACCOUNTS

Contributions are not deductible and are reduced by the amount of contributions made to all other IRAs. Allowable contribution phases out ratably as follows:

	2020	2019
Married - Joint - AGI	\$196,000 - \$206,000	\$193,000 - \$203,000
Married - Separate - AGI	\$0 - \$10,000	\$0 - \$10,000
All others - AGI	\$124,000 - \$139,000	\$122,000 - \$137,000

## ESTIMATED TAX PAYMENTS - 2020

To avoid possible underpayment penalties, you are required to pay through withholding or estimated tax payments, the lesser of:

- 90% of your 2020 tax liability.
- 100% of your 2019 tax liability. If your adjusted gross income for 2019 was more than \$75,000 for single filers or \$150,000 for married filing jointly, estimated tax payment is 110% of prior year tax liability.

Estimated tax payments for individuals are due by: April 15, 2020; June 15, 2020; September 15, 2020; January 15, 2021



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## SOCIAL SECURITY TAXES

2020					2019				
WAGE BASE		FICA TAX RATE		SELF-EMPLOYMENT	WAGE BASE		FICA TAX RATE		SELF-EMPLOYMENT
SINGLE / MARRIED	EMPLOYEE	EMPLOYER	EMPLOYEE	EMPLOYER	TAX RATE	SINGLE / MARRIED	EMPLOYEE	EMPLOYER	TAX RATE
\$137,700 / \$137,700	7.65%	7.65%	15.30%			\$132,900 / \$132,900	7.65%	7.65%	15.30%
\$200,000 / \$250,000	1.45%	1.45%	2.90%			\$200,000 / \$250,000	1.45%	1.45%	2.90%
> \$200,000 / > \$250,000	2.35%	1.45%	3.80%			> \$200,000 / > \$250,000	2.35%	1.45%	3.80%

Self-employed individuals can deduct half of their Social Security taxes as an adjustment on their 1040.

## SOCIAL SECURITY ALLOWABLE EARNINGS

Definition of Full Retirement Age (FRA)		BELOW FRA	YEAR OF FRA	AFTER FRA
YEAR OF BIRTH	FULL RETIREMENT AGE	2020	2019	
1937 or earlier	65	\$18,240	\$48,600	Unlimited
1943 - 1954	66	\$17,640	\$46,920	Unlimited
1960 or later	67			

Social Security is reduced based on earnings in excess of limitation above.

Earnings	\$2	\$3	N/A
Reduction	\$1	\$1	N/A

## BUSINESSES

### PAYROLL TAX DEPOSIT DUE DATES (EFFECTIVE JANUARY 1, 2020)

CLASSIFICATION	DAY INCURRED	DUE DATE
Monthly Depositors (\$50,000 or less reported over 12 months ending 6/20/19)	All during month	15th of following month
Semi-Weekly Depositors (over \$50,000 but less than \$100,000 over 12 months ending 6/30/19)	Wed, Thurs or Fri Sat, Sun, Mon or Tues	Following Wed Following Fri
One Day Depositors (\$100,000 cumulative during monthly or semi-weekly period)	Any day of month	Next banking day

PERSONAL SERVICE CORPORATIONS	21% flat tax rate
CORPORATE INCOME TAX RETURNS	21% flat tax rate

## DEPRECIATION

	2020	2019
Bonus Depreciation - percent of new assets to be deducted unless election to opt out is made	100%	100%
Expensing election on qualified assets subject to limitations based on income and assets purchased	\$1,040,000	\$1,020,000
SUVs limitation	\$25,000	\$25,000

### LUXURY VEHICLES ACQUIRED 2019

(Maximum Depreciation Deduction)

	1st Year	2nd Year	3rd Year	Each Succeeding Year
AUTOS, TRUCKS & VANS	\$10,100	\$16,100	\$9,700	\$5,760
BONUS	\$8,000			

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Information current as December 31, 2019. It is highly condensed to be used as a reference and should not be considered a complete presentation of the topics. Visit our website at [sek.com](http://sek.com) for updates.