

2020 Charitable Giving and the CARES Act FAQs

Your donation may qualify for an increased charitable deduction on your federal taxes!

CARES Act (Coronavirus Aid, Relief, and Economic Security Act) provisions were passed in March to encourage more philanthropic contributions to charitable organizations. Some specific incentives related to year-end charitable giving are referenced below and are **only effective for the tax year 2020**:

INDIVIDUALS WHO ITEMIZE

may now deduct up to 100% of their taxable income via qualified charitable donations in 2020 (used to cap at 60%)

INDIVIDUALS TAKING STANDARD DEDUCTION

Donors who do not itemize their taxes (most people) can now take up to **\$300** in above the line deductions for qualified charitable gifts.

Married and filing separately should double that deduction

CORPORATIONS

may now deduct up to 25% of their taxable income (up from 10%) and food donation deductions up to 25% (up from 15%)

Required minimum distributions (RMD's) suspended for IRAs, so no income tax on gifts from IRAs

This information is not intended as legal or tax advice. Consult your tax advisor or attorney for details and advice on your specific situation.