

SUMMARY OF IMPORTANT TAX DATA™ FOR TY 2019

[2020 in italics; CA shaded]

© 010420 Monica Haven, E.A., J.D., L.L.M.



The information herein is for educational use only & should not be construed as tax, financial, or legal advice since every taxpayer's situation is unique. You should consult with tax & legal professionals prior to implementation. Any tax advice herein is not intended to be used—and shall not be used—by any taxpayer for the purposes of avoiding any penalties that may be imposed by the tax authorities.

Federal & CA Tax Rate Schedules

Filing Status	10%	12%	22%	24%	26% AMT only	28% AMT only	32%	35% NOTE: Marriage Penalty	37% NOTE: Marriage Penalty
Single	<9,700 (9,875)	<39,475 (40,125)	<84,200 (85,525)	<160,725 (163,300)	N/A	N/A	<204,100 (207,350)	<510,300 (518,400)	>510,300 (>518,400)
MFJ	<19,400 (19,750)	<78,950 (80,250)	<168,400 (171,050)	<321,450 (326,600)	N/A	N/A	<408,200 (414,700)	>612,350 (622,050)	>612,350 (>622,050)
Alt Min Tax	N/A	N/A	N/A	N/A	<194.8K (<197.9)	>194.8K (>197.9)	N/A	N/A	N/A

Medicare Surtaxes on incomes > \$200K (S); \$250K (MFJ): Earned Income (0.9%) and/or Net Investment Income (3.8%)

Filing Status	1%	2%	4%	6%	7% AMT only	8%	9.3%	10.3%	11.3%	12.3%
Single	<8,809	<20,883	<32,960	<45,753	>275,552	<57,824	<295,373	<354,445	<590,742	>590,742
MFJ	<17,618	<41,766	<65,920	<91,506	>368,727	<115,648	<590,746	<708,890	<1,181,484	>1,181,484

PLUS: CA Mental Health Surtax of 1% on income >\$1 million (all filing statuses)

Capital Gains Rates CA: Capital Gains taxed at Ordinary Rates & NO Qlfd. Dividend

Taxable Income	STCG ≤ 1 year Taxed at ordinary rates	LTCG > 1 year & Qualified Dividends	§ 1250 Deprec. Recapture	Collectibles & § 1202 Sm Bus Stk
<39,375 (S) <78,750 (MFJ)	See above	0%	25%	28%
<434,550 (S) <488,850 (MFJ)	See above	15%	25%	28%
>434,550 (S) >488,80 (MFJ)	See above	20%	25%	28%

CG Rate applies to **Qualified Dividends** held >60 days during 120-day period beginning 60 days before ex-dividend date, incl. some preferred & foreign stocks; excluding REIT, S-Corp & Mutual Fund STCGs—Capital losses cannot offset dividends **[PERMANENT]** CA does not conform.

Exemptions & Deductions

Filing Status	Filing Requirements	Standard Deduction	Personal Exemption	AMT Exemption
Single max. state/local tax = \$10K int lmt'd on NEW mtgs <750K NO Misc or Unreimb Empl xpns	12,200 (12,400) CA: 18,241	12,200 (12,400) CA: 4,537	0 CA: 122	71,700 (72,900) CA: 73,748
Married Joint max. state/local tax = \$10K	24,400 (24,800) CA: 36,485	24,400 (24,800) CA: 9,074	0 CA: 244	111,700 (113,400) CA: 98,330
Senior or Blind (Single)	13,850 (14,050) CA: 24,341	1,650 (1,650)	N/A CA: 122	N/A
Senior or Blind (Married Joint)	25,700 (26,100) CA: 42,585	1,300 (1,300)	N/A CA: 122	N/A
Child (<age 19;24 if FT stdt) [Taxed at trust rates BUT repealed by SECURE for TY20 & TY18/19if elctd] OR may rpt on parents' 1040 if only int/div <10.5K → Form 8814	2,200 (2,200) CA: 1,100	1,100 (1,100)	0	N/A

Federal (& State) Phase-out Ranges

Fil. Stat	Pers. Xmpn. & Item. Ded.	AMT Xmpn	§199A 20% deductn for Qlfd Bus Inc (QBI) Specfd Svc Trade/Biz gets NO ded >threhld	Child Cred 2,000 (1400 rfn'dbl OR 500 qlfd dep)	EIC 6,557 max 2,982 CA [Form 8867 chklst req'd]	IRA (deductible) [See contribn limits @ page 2]	Saver's Cred 10-50% 2,000	ROTH [no limits on conversions; no recharctn to Traditl after conversion]	Amer Opp 2,500 Under-Grad only	Lifetime Learning 2,000	Educ. Svgs 2000	Stdnt Loan 2,500	Tuit & Fees 2-4K
S	N/A 200,534	510.3-797.1K 275,552	160.725-210.725 (163.3-213.3)	200K (200)	8,650 (0)-50,162 (3) 3,751-30,001	64-74K (65-75K)	19-25-32K (19.5-32.5)	122-137K (124-139)	80-90K	58-68K (59-69)	95-110K	70-85K (70-85)	65-80K
MFJ	N/A 401,072	1.026-1.4674M 368,727	321.4-421.4 (326.6-426.6)	400K (400)	14,450 (0)-55,952 (3) 3,751-30,001	103-123K (104-124K)	38.5-64K (39-65)	193-203K (196-206)	160-180K	116-136K (118-138)	190-220K	140-170K (140-170)	130-160K

Estate/Trust Tax Rates (Fiduciary Returns)

Taxable Income	Tax Rate
0 - 2,600 (2600)	10 (10)
2,601 - 9,300 (9450)	24 (24)
9,301 - 12,750 (12950)	35 (35)
>12,751 (12950)	37 (37)
AMT Exemption	\$25,000 (25,400)

CA Probate Fees

Estate Size	Fee (Atty & Exctr each earn)
\$0 - 100K	4%
\$100 - 200K	3%
\$200 - 800K	2%
\$800K - 9M	1%
\$9M - 15M	0.5%
>\$15M	Set by Court

Corporate Tax Rates

Taxable Inc	Tax Rate
0 - unlimited	21* *Flat tax effctv 1/1/18 [new rate profitable > \$90]

C-Corp: 800 min fee OR 8.84% of tax inc
S-Corp: 800 min fee OR 1.5% of tax inc
LLC: 900 fee + ann tax if total inc > \$250K
Corp. AMT: 6.65%

Taxable Equivalent Yields

CA: GNMA's & FNMA's are taxable

Tax Rate	2% Cpn	4% Cpn
10%	2.22	4.44
12%	2.27	4.55
22%	2.56	5.13
24%	2.63	5.26
32%	2.94	5.88
32%	3.08	6.15
37%	3.17	6.35

Monica Haven, E.A., J.D., L.L.M.

1534 South Edris Drive * Los Angeles, CA 90035 * (310) 286-9161 * FAX (310) 557-1626 * mhaven@pobox.com * website: www.mhaven.net

Social Security & Payroll Tax for 2020

Type	Maximums
Social Security Tax	6.2% on \$137.7K
Medicare Tax	1.45% on ALL earnings + 0.9% if inc > 200K(S)/250K (MFJ)
Medicare B Premiums	Base = \$144.60/mo + surchrg
Medicare Prem Surchrg* [*appeal if life-chng event]	If '18 inc >87K (S), 174K (M), + \$57.80 – 347/mo [B] and 12.20 – 76.40/mo [D]
Income when SS taxable	18,240 if < full retirement age
CA Minimum Wage (per hour)	12 sm emplyr/13 lg (\$15 in LA > 7/1/20)
CA Disability (SDI)	1% on 122,909 (max 1,229.09)

Tax on SS Benefits* w/ Excess Income

* COLA incrs for 2020 = 1.6% CA: SS benefits not taxable

Filing Status	0% Taxed	50% Taxed	85% Taxed
Single	<25K	25-32K	>32K
Married Jt	>32K	32-44K	>44K

Retirement Account Limits

Type	Max. Contributions
IRA, incl spsl & ROTH	6,000; 7,000 if >50 (6000; 7000)
SEP, KEOGH, Def Contrib	56K (57K)
SIMPLE	13K; 16K if >50 (13.5K; 16.5K)
401(k), 403(b) & 457	19K; 25K if >50 (19.5K; 26K)
KEOGH/Def.Contrib.	56K (57K)
Defined Benefit (comp. limit)	280K (285K)

Penalties & Fees

Type	Maximums
No Health Insur	BUT @ CA begin TY'20...
Shr'd Rspnsblty (FED repealed > TY'18)	Grtr of \$695/adlt + 347.50/dpndt OR 2.5% of xcs hshld inc (1/12 ass'd mnthly)
Due Diligence	\$530 (540) for HOH, EIC, AOTC & CTC
Xcs MSA W/drwl	20% CA: 12.5%
Early IRA W/drwl	10% (if age <59½) CA: 2.5%
Xcs Accumulation	50% (unless "reas. cause" → Form 5329) NOTE: age incrsd to 72 in 2020
IRA Rollover Wvr	\$10K [Rev Proc 2016-8: only 1 rollovr for all IRAs/fiscal yr]
Late Filing	5% /mo (max 25%; min \$435) [unless 1 st time penalty wvr] CA: \$135
Late Payment	0.5% per mo. (max. 25%) [unless 1 st time penalty wvr]
Underpayment	if <1K due or >110% pd if AGI>150K
Penalty Waiver	CA: if tax due > 500
EFT Failure	1% of amt that should've been e-paid
Rqst Installment Plan	\$225 (\$107 if using direct debit)
OIC Min Pymt	≥ 20% for lump-sum OR installments
CA's CDTFA	10% of unpaid Use Tax
Worker Mis-classifctn	\$5K - \$15K/violtn if willful NOTE: CA presumes employee unless 3-factor test satisfd
Frivolous Return	\$5,000
FinCEN 114 (FBAR)	\$12,921 BUT...
→ 6 mos. auto xtn	if willful: 50% of highest balance + criminal
1099 & W-2 Reprting	\$270; \$540 if intentional disregard \$100/1099 or W-2
8971 Basis Reporting by Estate	Due 30 days after 706 → failure to file penalties = \$50 – \$270 per 8971

2019 Standard Mileage Rates

Type	Cents/Mile
Business	58 (57.5)
Charity—all other	14 (14)
Medical	20 (17)
Moving (NO fed mvg xpns xcpt actv duty mltry)	20 (?)

Important Dates (all dates in 2020 unless specified)

Filing Dates (XTNs)	Estimated Taxes	Stat of Lmnts
1040: 4/15 (10/15) 1065: 3/16 (9/15; 10/15) 1120S: 3/16 (9/15) 1120: 4/15 (10/15) 1041: 4/15 (9/30; 10/15) 990: 5/15 (11/16) FBAR: 4/15 (10/15)	1: 4/15 (30%) 3: 9/15 (0%) 2: 6/15 (40%) 4: 1/15/21 (30%) → Increase ES if Shared Resp. penalties anticipated Pay by 12/31 if itemize unless SALT or AMT MUST e-pay if ES >20K or tot tax >80K	3yrs Audit 10yrs Clctns 4yrs Audit 20yrs Clctns

Miscellaneous Exclusions and Limitations

Type	Amount
Qualifying Child (use to determine elig for credits)	Related, live-in > ½ yr, < ½ own support, < age 19 (<24 if FT stdt), <13 for Dep Care, <17 for Child Cred
Gift Tax Exclusion	15,000 (15,000); xcs taxed at 40% max \$11.4M (11.58) life xclsn; 155K (157) to non-citizen sps
Estate Tax Exclusion	\$11.4M (11.58M; revrts to 5M @TY'26); max rate 40% xcs Spousal Excln portable (must file w/i 2yrs > DOD)
Expat Tax Exemption	725K (737K) "covered" if avg ann tax > 168K (171K)
Foreign Earned Inc	105,900 (107,600)—31,770 housing exclsn (32,280)
Tax Preference Items	xcs deprec, state tax, pers xmpntns, misc item ded, CGs, pass loss, NOL, ISO (pvt actvty iss'd 09/10 xmpnt)
→ no med. adj	
Nanny Tax—(need EIN)	File if >2,100 (2200) wages/yr \$750/qtr (must e-file)
§179 Deductn	1.02 million (\$1.04 million) CA: 25,000
Educators	\$250 for classroom materials CA does not conform
Per Diems www.gsa.gov	135-216 (140-226 >10/1/19) lodge; 60-71 (60-71) meal
Use of Pers. Residence	NO rental income reported if < 15 days rental
Home Office Deduction	Actl Xpns OR Safe Harbor (\$5/ft² to \$1500, not indxd)
Like-kind Xchgs §1031	id rplcmnt prop @ 45 dy & buy @ 180 dy aftr sell old ltd to real ppty > TY17 & hold 5yr for \$250K xclsn if cnvrted to 1°
→ file FTB 3840 annually	
§121 Exclsn on Sale of Second Home	Non-qlfd Amt = (# yrs used as 1° since 2008 ÷ Total yrs owned) x Realized Gain CA conforms
Mrtg Forgiveness Debt Relief (xp. 12/31/20)	1° Residence loans up to \$2M → File 1040X for retroactv elctn to TY'18
Nonbus Energy Crdt §25C	10% on qlfd. efficiency improvements; lifetime limit \$500 (\$200 for windows) CA does not conform
Residential Energy Credit IRC §25D (solar/wind)	30% of cost if instll'd by 12/31/19; 26% ('20); 22% ('21) BUT lost under AMT CA does not conform
Qlfd Plug-in Veh Crdt §30D	2,500 – 7,500; check irs.gov for eligible vehicles Rducd crdt Tesla & Bolt/Volt TY19 (\$0 >1/1/20 Tesla; >3/31/20 Bolt/Volt) CA: Clean Vehicle Rebate up to \$7K
CA Renter's Credit	60 if AGI < 42,932 (S), 120 if AGI > 85,864 (MFJ)
CA Prpty Tax Postponemnt	Senior, <\$35.5K inc, 40% eqty (apply by 2/10/20)
Medical Xpns (Sched. A) (xp. Dec 20)	Amts. > 7.5% of AGI; \$0 med marijuana CA: 7.5% of AGI
ACA Prem Credit Eligibility	12,490 + 4,420/prsn (max 400% FPL = 49,960/prsn)
LT Care Insur Premiums	420(430)<age 40; 5270(5430)>age 70; incl as SE Hlth Prem
Health Savings (HSA) – max. contribution	3,500 self/7,000 family (3,550/7,100) + \$1K catch-up
CA: add invst inc; sbtrct tbl dstrbtns	Min Dedctble: 1,350 self/2,700 family (1,400/2,800) Max Out-of-Pocket: 6,750 s/13,500 f (6,900/13,800)
Archer Med Savings (MSA)	Min/Max Ded = 2,350/3,500 self; 4,650/7,000 family Max. Out-of-Pocket = 4,650 self; 8,550 family
Qlfd Char Dist	direct transfer from IRA if age >70½—max \$100K
Net Operating Loss	unlimited carry-fwd
NO federal carry-back > 2017	
NO state carry-back > 2018	NOTE: Sched C loss >\$250/500K (255/510) is N/D & becomes NOL

Handy Reference Numbers

Organization	Telephone Number	Website
Internal Revenue Service	Indiv-800/829-1040 Bus-800/829-4933 Advct-877/777-4778 e-Pay Corrections 888/353-4537 300 N Los Angeles St/6230 Van Nuys Blvd M-F 0830-1630	www.irs.gov ; Suspicious e-mails phishing@irs.gov ; Transcripts; Free File if inc < \$69K; Online pymts DirectPay ; Refund Status & Amended Return Status
Franchise Tax Board	Genl-800/852-5711 e-File/e-Pay Help-916/845-0353 Collections-800/689-4776 Advocate-800/883-5910	www.ftb.ca.gov Online Pymts FTBWebPay.gov Status Where's My Refund Acctn Info MyFTB.gov
Social Security	800/7721213 SSN Verify-800/7726270	www.ssa.gov [Paper stmts sent ea 5yrs to non-web users]
Emplmnt Dev Dpt	888/745-3886 ID Theft-800/229-6297	www.edd.ca.gov
Tax & Fee Admin BOE → CDTFA @ 7/1/17	800/400-7115 Advocate-888/324-2798	http://cdtfa.ca.gov/ 2019 rates—LA County: 9.50%; Orange: 7.75%; Ventura: 7.75%
LA Bus. Permit	844/663-4411	http://finance.lacity.org/
DMV	(Only VLF is ded) ID Theft-866/658-5758	DMV Fee Calculator
Identity Theft	FTC-877/438-4338 IRS-800/908-4490 FTB-916/845-7088 Mdicare 800/4478477 MdiCal 800/8226222 SSA 800/2690271 Eqfx-800/5256285 TrnsUn-800/6807289 Xprm-888/3973742	http://www.consumer.ftc.gov/ Form 14039 IRS Guide to Identity Theft Form 3552 FTB Fraud Referral
Foreign Accts	IRS-866/270-0733 or Intl-313/234-6146 BSA-866/346-9478	Mandatory e-File http://bsaeiling.fincen.treas.gov

Monica Haven, E.A., J.D., L.L.M.

1534 South Edris Drive * Los Angeles, CA 90035 * (310) 286-9161 * FAX (310) 557-1626 * mhaven@pobox.com * website: www.mhaven.net