

SAMRA

WEALTH MANAGEMENT

A Member of Advisory Services Network, LLC

2020 TAX REFERENCE GUIDE

ESTATE & GIFT TAX

Estate & Gift Tax Top Rate **40%**

Estate Tax Exclusion **\$11,580,000**

Lifetime Gift Exclusion **\$11,580,000**

Generation Skipping Transfer Tax (GST) **\$11,580,000**

Gift Tax Annual Exclusion **\$15,000**

Annual Exclusion for Gifts to Non-Citizen Spouse **\$157,000**

States with Separate Estate Tax

CT, DC, HI, IL, MA, MD, ME, MN, NY, OR, RI, VT, WA

States with Inheritance Tax

IA, KY, MD, NE, NJ, PA

Community Property States

AK*, AZ, CA, ID, LA, NM, NV, TX, WA, WI

*Opt-in Community Property States

STANDARD DEDUCTIONS

Tax Filing Status Annual Additional, age 64+ or blind

Married Filing Jointly and Qualifying Widow(er)s **\$24,800** **\$1,300**

Single **\$12,400** **\$1,650**

Head of Household **\$18,650** **\$1,650**

RETIREMENT TAX CREDIT

Married, Joint **Below \$65,000 AGI**

Head of Household **Below \$48,750 AGI**

Single, Married Separate **Below \$32,500 AGI**

Maximum qualified longevity annuity contract (QLAC) premium **\$135,000**

PAYROLL TAXES

Tax For: Social Security (OASDI) Medicare (HI)

Maximum Compensation **\$132,900** **No Limit**

Tax Rate (Employees) **6.20%** **1.45%**

Tax Rate (Self-Employed) **12.40%** **2.90%**

TAX BRACKETS FOR 2020

Over... But not over Taxable Income Plus % on Excess Of the Amount Over...

SINGLE

\$0 \$9,875 10%

\$9,876 \$40,125 \$987.50 12% \$9,875

\$40,126 \$85,525 \$4,617.50 22% \$40,125

\$85,526 \$163,300 \$14,605.50 24% \$85,525

\$163,301 \$207,350 \$33,217.50 32% \$163,300

\$207,351 \$518,400 \$47,367.50 35% \$207,350

Over \$518,400 \$156,235.00 37% \$518,400

MARRIED FILING JOINT AND SURVIVING SPOUSE

\$0 \$19,750 10%

\$19,751 \$80,250 \$1,975.00 12% \$19,750

\$80,251 \$171,050 \$9,235.00 22% \$80,250

\$171,051 \$326,600 \$29,211.00 24% \$175,050

\$326,601 \$414,700 \$66,543.00 32% \$326,600

\$414,701 \$622,050 \$94,735.00 35% \$414,700

Over \$622,050 \$167,305.50 37% \$622,050

HEAD OF HOUSEHOLD

\$0 \$14,100 10%

\$14,101 \$53,700 \$1,410.00 12% \$14,100

\$53,701 \$85,500 \$6,162.00 22% \$53,700

\$85,501 \$163,300 \$13,158.00 24% \$85,500

\$163,301 \$207,350 \$31,83.00 32% \$163,300

\$207,351 \$518,400 \$45,926.00 35% \$207,350

Over \$518,400 \$154,793.50 37% \$518,400

MARRIED FILING SEPARATELY

\$0 \$9,875 10%

\$9,876 \$40,125 \$987.50 12% \$9,875

\$40,126 \$85,525 \$4,617.50 22% \$40,125

\$85,526 \$163,300 \$14,605.00 24% \$85,525

\$163,301 \$207,350 \$33,271.50 32% \$163,300

\$207,351 \$311,025 \$47,367.50 35% \$207,350

Over \$311,025 \$83,653.75 37% \$311,025

ESTATE & TRUSTS

\$0 \$2,600 10%

\$2,601 \$9,450 \$260.00 24% \$2,600

\$9,451 \$12,950 \$1,904.00 35% \$9,450

Over \$12,950 \$3,126.00 37% \$12,950

TAX ON QUALIFIED DIVIDENDS AND LONG TERM CAPITAL GAINS

Long-Term Capital Gains Rate Single Taxpayer Married Filing Jointly Head of Household Married Filing Separately

0% \$0 - \$40,000 \$0 - \$80,000 \$0 - \$53,600 \$0 - \$40,000

15% \$40,001 - \$441,450 \$80,001 - \$496,600 \$53,601 - \$469,050 \$40,001 - \$248,300

20% Over \$441,450 Over \$496,600 Over \$469,050 Over \$248,300

¹Qualified Dividends are those paid from a domestic or qualifying foreign corporation for an unhedged stock held 60 days during 121-day period that begins 60 days before the dividend date.

²Typically, Long Term Capital Gains Tax rates generally apply for sales of securities held for at least 12 months. Otherwise, capital gains are taxed at ordinary income tax rates.

EDUCATION CREDITS

Phase-Outs for American Opportunity Credit/Hope Scholarship Credit

Married Filing Jointly **\$160,000 - \$180,000**

All Others **\$80,000 - \$90,000**

Phase-Outs for Lifetime Learning Credits

Married Filing Jointly **\$118,000 - \$138,000**

All Others **\$59,000 - \$69,000**

Phase-Outs for Exclusion of U.S. Savings Bond Income

Married Filing Jointly **\$123,550 - \$153,550**

All Others **\$82,350 - \$97,350**

529 Plan Contributions

\$15,000 Per Child Per Year

Accelerate 5 Years of Gifting into 1 Year (Individual) **\$75,000**

Per Couple **\$150,000**

CHILD TAX CREDIT

Credit Per Child Under 17 **\$2,000 (\$1,400 Refundable)**

Income Phase-Outs being at AGI of: **\$400,000, \$200,000 all others**

Samra Wealth Management

One World Trade Center, FL 85
New York, NY 10007
T. 212-517-0850

100 Overlook Center, FL 2
Princeton, NJ 08540
T. 201-423-5050

Investment Management | Tax & Estate Planning
Insurance Planning

www.SamraWealthManagement.com

TRADITIONAL & ROTH IRA

IRA Annual Contribution Limits	40%
Contribution Limit	\$6,000
50+ Catch-up	\$1,000
Traditional IRA deductibility phase-out (MAGI)	
Participants in Employer Plans	
Married Filing Jointly	\$104,000 - \$124,000
Married Filing Separately	\$0 - \$10,000
All Others	\$65,000 - \$75,000
Non-Participants Married to a Participant	\$196,000 - \$206,000
Neither Spouse a Participant	Fully Deductible
ROTH IRA Phase-Outs on MAGI	
Married Filing Jointly	\$196,000 - \$206,000
Married Filing Separately	\$0 - \$10,000
All Others	\$124,000 - \$139,000

EMPLOYER-SPONSORED RETIREMENT PLANS

401(k), 403(b), 457(b) Salary Deferral	\$19,500
50+ Catch-Up	\$6,500
SIMPLE Salary Deferral	\$13,500
50+ Catch-up	\$3,000
Defined Contribution Plan or SEP Contribution	\$57,000
Defined Benefit Plan Annual Benefit Maximum	\$230,000
Maximum Compensation Considered	\$285,000
Highly Compensated Employee	\$130,000
Key Employee - Officer	\$185,000

LONG-TERM CARE & HEALTH SAVINGS ACCOUNT

Eligible Long-Term Care	Deduction Limit
Age 40 or Less	\$430
Age 41 to 50	\$810
Age 51 to 60	\$1,630
Age 61 to 70	\$4,340
Ages over 70	\$5,430

HSA Annual Contribution Limit	
Contributions to an HSA may be made by certain individuals covered by a High Deductible Health Plan (HDHP). The annual contribution limit assumes coverage under an eligible plan for the entire calendar year.	
Single/Family	\$3,550/\$7,100
Age 55+ Catch-up	\$1,000

SOCIAL SECURITY BENEFITS

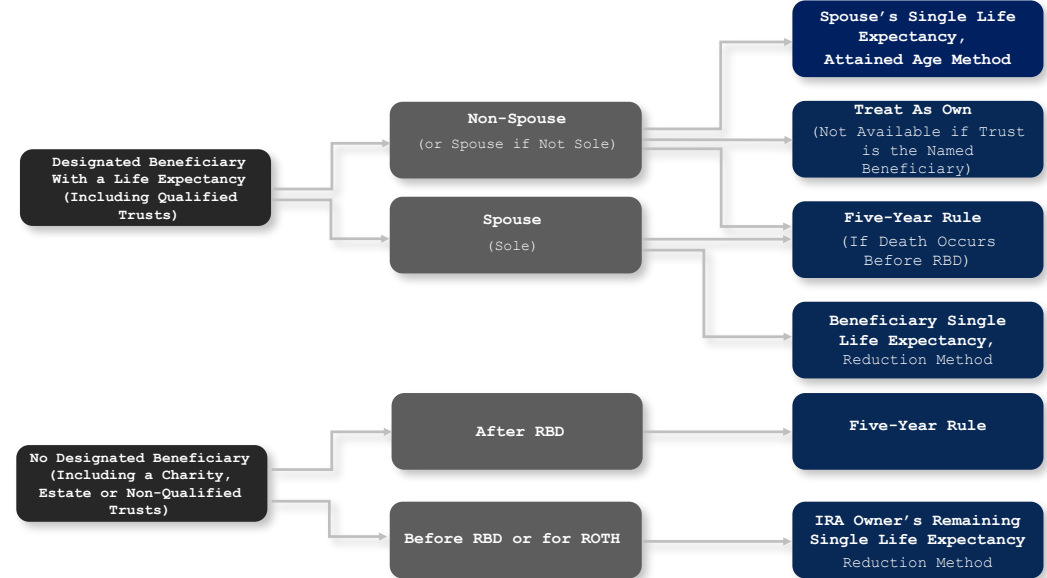
1 Quarter of Coverage Credited After Earnings of:	\$1,410
Maximum Monthly Benefit (Worker Claiming of FRA)	\$3,011
Maximum Monthly Benefit (Worker Claiming at Age 70)	\$3,790
Cost-of-Living Adjustment (COLA)	1.6%

SOCIAL SECURITY FULL RETIREMENT AGE (FRA)

Claiming benefits before FRA (as early as 62) may result in a decreased permanent benefit by up to 30%, while delaying past FRA may result in an annual increase of 8% through age 70 for those born after 1942.

Year of Birth	Full Retirement Age (FRA)	Percentage Reduced at Age 62
1943 - 1954	66	25.00%
1955	66 & 2 Months	25.83%
1956	66 & 4 Months	26.67%
1957	66 & 6 Months	27.50%
1958	66 & 8 Months	28.33%
1959	66 & 10 Months	29.17%
1960 & Later	67	30.00%

IRA BENEFICIARY OPTION



SOCIAL SECURITY TAXABLE PORTION

Provisional Income (AGI + Nontaxable Interest + ½ of Social Security Benefit) above the below amounts may result in a portion of social security benefits being taxable.		
Single Filers	Joint Filers	Amount Taxable
Below \$25,000	Below \$25,000	0%
\$25,000-\$34,000	\$25,000-\$34,000	50%
Above \$34,000	Above \$34,000	85%

MEDICARE PREMIUMS

2020 MAGI Single	2020 MAGI Joint	Part B Premium	Part D Income Adjustment
\$87,000 or Less	\$174,000 or Less	\$144.60	\$0
\$87,001 - \$109,000	\$174,001 - \$218,000	\$202.40	\$12.20
\$109,001 - \$136,000	\$218,001 - \$272,000	\$289.20	\$31.50
\$136,001 - \$163,000	\$272,001 - \$326,000	\$376.00	\$50.70
\$163,001 - \$500,000	\$326,001 - \$750,000	\$462.70	\$70.00
Above \$500,000	Above \$750,000	\$491.60	\$76.40

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