



# WOMEN NAVIGATING FINANCES

## MINIMIZE TAXES Increase Wealth!!

Tax filing and payments  
--without penalty or interest--  
deferred until July 15<sup>th</sup>

1. IRA contribution deadline extended to July 15<sup>th</sup>, 2020. Contribution limits for IRA & Roth is \$6,000 for under age 50 and \$7,000 'catch-up' limit for folks' age 50 and older.
2. Non-Taxable Rebates-For Single Individuals \$1,200, for Married Filing Jointly \$2,400, additional \$500 for each qualifying child dependent under 17
3. For Single & Married Filing Separately filers with AGI over \$75k-\$99k and Married Filing Jointly with AGI \$150k-198k rebate amounts start to phase out at 5% per dollar of qualified income, or \$50 per \$1000 earned.
4. Early distribution penalty waived for IRAs and 401(K) for (persons who are infected with Coronavirus or economically harmed by the Coronavirus). Penalty distributions limit \$100K. Repayment extended to 3 years.
5. 401(k) Loan Provisions-old lesser of \$50k or ½ of account balance; NOW 100% of account up to \$100,000. Caution if no longer in employed, it becomes taxable income if can't pay back.
6. 2020 Required Minimum Distributions are waived for IRAs and 401(k)s.
7. IF you have already taken 2020 RMD you can repay it.
8. RMD are eligible for Roth conversion.
9. Charitable deduction changes:
  - a. \$300 charitable deduction for people who claim standard deduction.
  - b. 60% of AGI limitation for charitable deductions changed to 100% of AGI for cash contributions
10. HSA--Health Savings Accounts--contribution deadline -July 15<sup>th</sup>, 2020.
  - a. Contribution limits for individuals \$3,500 and \$7,000 for families. For 55 and older an additional \$1,000. catch-up contribution is allowed.
11. Tax Loss Harvesting – let the government share in your losses -BEWARE to avoid 30-day Wash Sale Rule!
12. Offset tax losses with capital gains on OVERWEIGHT position(s).
13. Which POCKET costs less taxes: compound wealth!