

Coronavirus Aid, Relief, and Economic Security Act: CHANGES IN CHARITABLE DEDUCTIONS

effective for tax year 2020, as 'temporary suspension of current limits'*



BOYS & GIRLS CLUB
OF SANTA CLARITA VALLEY

Major tax relief included in COVID-19 stimulus act agreement

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 (think 501c3 nonprofits like Boys & Girls Clubs!) Married and filing separately should double that deduction.

INDIVIDUALS WHO ITEMIZE may now deduct up to 100% of their taxable income via qualified charitable donations in 2020 (used to cap at 60%). If you previously itemized, you are now incentivized to save every donation receipt.

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

**Written as of 3/26/2020 based on CARES Act proposed and anticipated to pass the US House, passed by the US Senate. Information provided above does not substitute for the advice of your tax advisor or attorney. Please see your tax advisor or attorney for full advice on implications of the CARES Act. Boys & Girls Club of Santa Clarita Valley's (BGCSCV) Mission is to create a Positive Place for Kids. BGCSCV employees and board DO NOT offer advice on Financial & Tax matters nor endorses any firm or individual providing such service.*