

Income Tax Brackets for 2020

Kiplinger says "Tax planning is all about thinking ahead." 2020 is well underway so it's time to think about how you can handle your finances in a tax-efficient way this year. The 2020 tax rates are the same as they were in 2019. There was a change, however, in the inflation indexing method. Instead of using the Consumer Price Index to adjust the brackets each year, in the 2017 tax reform law, Congress adopted the "chained" Consumer Price Index formula that the IRS uses now. Although the chained method generally results in lower inflation adjustments to the brackets each year, you could find yourself in a higher tax bracket - another good reason to seek professional counsel!

Individual Taxpayers	
If Taxable Income is Between:	The tax Due is:
\$0 - \$9,875	10% of taxable income
\$9,876 - \$40,125	\$987.50 + 12% of the amount over \$9,875
\$40,126 - \$85,525	\$4,617.50 + 22% of the amount over \$40,125
\$85,526 - \$163,300	\$14,605.50 + 24% of the amount over \$85,525
\$163,301 - \$207,350	\$33,271.50 + 32% of the amount over \$163,300
\$207,351 - \$518,400	\$47,367.50 + 35% of the amount over \$207,350
over \$518,400	\$156,235 + 37% of the amount over \$518,400

Married Taxpayers Filing Separately	
If Taxable Income is Between:	The tax Due is:
\$0 - \$9,875	10% of taxable income
\$9,876 - \$40,125	\$987.50 + 12% of the amount over \$9,875
\$40,126 - \$85,525	\$4,617.50 + 22% of the amount over \$40,125
\$85,526 - \$163,300	\$14,605.50 + 24% of the amount over \$85,825
\$163,301 - \$207,350	\$33,271.50 + 32% of the amount over \$163,300
\$207,351 - \$311,025	\$47,367.50 + 35% of the amount over \$207,350

over \$311,025	\$83,653.75 + 37% of the amount over \$311,025
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Married Taxpayers Filing Jointly & Surviving Spouses	
If Taxable Income is Between:	The tax Due is:
\$0 - \$19,750	10% of taxable income
\$19,751 - \$80,250	\$1,975 + 12% of the amount over \$19,750
\$80,251 - \$171,050	\$9,235 + 22% of the amount over \$80,251
\$171,051 - \$326,600	\$29,211 + 24% of the amount over \$171,050
\$326,601 - \$414,700	\$66,543 + 32% of the amount over \$326,600
\$414,701 - \$622,050	\$94,735 + 35% of the amount over \$414,700
over \$622,050	\$167,307.50 + 37% of the amount over \$622,050

Heads of Households	
If Taxable Income is Between:	The tax Due is:
\$0 - \$14,100	10% of taxable income
\$14,101 - \$53,700	\$1,410 + 12% of the amount over \$14,100
\$53,701 - \$85,500	\$6,162 + 22% of the amount over \$53,700
\$85,501 - \$163,300	\$13,158 + 24% of the amount over \$85,500
\$163,301 - \$207,350	\$31,830 + 32% of the amount over \$163,300
\$207,351 - \$518,400	\$45,926 + 35% of the amount over \$207,350
over \$518,400	\$154,793.50 + 37% of the amount over \$518,400

[Source: Kiplinger](#)