



Show kids your love

Federal CARES Act expands provisions for tax-deductible gifts

The federal government's coronavirus relief package, the Coronavirus Aid, Relief, and Economic Security (CARES) Act, includes expanded provisions for charitable contributions in 2020 for taxes payable in 2021.

For individuals who take the standard deduction:

The CARES package will allow you to take up to \$300 of your charitable contributions in 2020 as an above-the-line deduction, which means you don't have to itemize to claim the deduction. **Note:** Contributions must be made in cash to qualified charities. Donations to donor-advised funds and private foundations are not eligible for this deduction.

For individuals who itemize their taxes:

The law lifts the cap on annual deductions for cash contributions for those who itemize, raising the cap from 60 percent to 100 percent of your adjusted gross income.

For corporations who itemize:

Corporations who itemize may now deduct up to 25 percent (up from 10 percent) of their taxable income and food donation deductions up to 25 percent (up from 15 percent).

IMPORTANT: 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.

What this means for you

Kids need your help now. During these uncertain times, the Club is a source of stability, consistency and fun for kids and teens. We are providing virtual homework help, mentorship, academic enrichment activities and the chance – through our Cyber Clubhouse – to have fun with friends and trusted mentors.

Your gift will help us maintain our relationships with youth and prepare for the challenges ahead once we are able to be together again. With these new tax incentives, now is the perfect time to support our community youth.

 Give at bgcbemidji.org