



CARES ACT - INDIVIDUALS

Stimulus payment (Advanced rebate of 2020 credit)

[Click here to find how much you can expect](#)

- If Adjusted Gross Income is less than \$150,000 MFJ, \$75,000 S, \$112,500 HOH you will receive the full amount.
- Amounts will be phased out if your AGI is between:
 - MFJ 150k – 198k
 - Single 75k – 99k
 - HOF 112.5k – 146.5K
- \$1,200 per taxpayer
- \$ 500 per qualifying child
- Individuals with no income or non-taxable such as SSA are eligible
- Determined by 2019 tax filing unless not filed, then based on 2018 tax filing.
- Checks will begin to be sent out Starting April 6th.
- Direct deposit based on last bank account used for 2018 or 2019 tax refunds.

Taxes

- Up to \$300 for donations to qualified charities if you do not itemize. Beginning in the 2020 tax year.
- Payments on installment plans suspended

Unemployment

- \$600/week increase for 1st four months
- Duration increased to 39 weeks

Retirement

- Distributions up to \$100,000 made from an eligible retirement plan during 2020 may qualify for hardship withdrawal therefore, no 10% penalty –.
- To qualify you must be:
 - Diagnosed with COVID-19, tested or have experienced adverse financial effects from quarantine, business closure, reduced hours or unable to work due to lack of childcare.
 - Can elect to be taxed over three years. Ability to recontribute the amount distributed during the three years with no regard to annual caps.
- 2020 RMDs waived
- For next six months 401(k) loans double to \$100,000 (100% vested)

Student Loans

- Suspend payments for 60 days without interest accruing
 - 0% interest for 60 days whether suspend payments or not
- Effective now through December 31, 2020 employers can pay up to \$5,250 towards an employee's student loans. These payments are not taxable to the employee and do not apply to dependents of employees.

Bankruptcy / Credit

- Extends repayment to 7 years from 5 years
- Won't have to use stimulus checks to repay past debt
- Lenders required to allow struggling to defer or skip payment

Please note that the provisions of the CARES Act (Coronavirus Aid, Relief, and Economic Security Act) are new and will need further guidance from the Treasury. This outline is our general understanding of the Act at this time and could change as more details are provided.