



## CARES ACT - Charitable Giving

### ***Individual Donors:***

*For individuals who itemize their deductions,* under the CARES Act, there is now no limit to the deductions you can take for charitable contributions if you itemize your contributions. In previous years, individuals could only deduct up to a maximum of 60% of their adjusted gross income (AGI) via charitable contributions.

*For individuals who do not itemize their deductions,* under the CARES Act, the taxpayers can now take a deduction for up to \$300 per taxpayer (\$600 for a married couple) in charitable contributions on their 2021 tax form. So if the individual normally uses the standard deduction, you can claim an additional charitable deduction of up to \$300.

### ***Corporations:***

Corporations can now receive a higher tax break for their charitable giving. The CARES Act has raised the annual charitable giving limit from 10% to 25% of corporate taxable income.

**\*\*Please consult your tax advisor for more information about the eligibility of tax-deductible amount.\*\***

### ***And in simple terms..***

- Charitable contributions made in 2021 for non-itemizers are tax-deductible up to \$300.
- For individuals who do itemize, there is no limit to the deductions. The maximum contributions from 60% of adjusted gross income increased to 100%.
- For corporations, the annual charitable giving limit increased from 10% to 25%.