

MEMORANDUM

To: Resurrection Parish

From: Gerard Papetti

Date: February 8, 2021

Subject: Taxpayer Certainty and Disaster Relief (TCDR) Act of 2020 – Extends Above-The-Line Charitable Deduction

Charitable Contribution Deduction

The TCDR Act has extended the CARES Act above-the-line deduction for cash contributions to charity, \$300 for single taxpayers and \$600 for joint taxpayers. However, unlike the CARES Act provision, taxpayers cannot take the above-the-line deduction if they itemize their deductions under the TCDR Act.

Also extended is the ability to deduct up to 100% of the taxpayers adjusted gross income (AGI) for cash contributions. Note that the 100% limit does not apply to contributions to Donor Advised Funds as those are still subject to the 60% AGI limitation.