



YEAR-END TAX PLANNING MOVES FOR INDIVIDUALS

Increase Withholding

If you expect to owe state and local income taxes when you file your return next year and you will be itemizing in 2020, consider asking your employer to increase withholding of state and local taxes (or pay estimated tax payments of state and local taxes) before year-end to pull the deduction of those taxes into 2020. But remember that state and local tax deductions are limited to \$10,000 per year, so this strategy is not good to the extent it causes your 2020 state and local tax payments to exceed \$10,000.