Wolters Kluwer | RAYMOND JAMES

Resonate Private Wealth

(984) 465-3919

https://www.raymondjames.com/resonateprivatewealth

# 2026 Federal Tax Key Facts and Figures

## INCOME TAXES

**2025**

| Over | But Not More Than | The Tax Is | Of the Amount Over |
|---|---|---|---|
| **If Taxable Income Is:** | | | |
| **Married Filing Jointly:** | | | |
| $0 | $23,850 | $0 + 10% | $0 |
| 23,850 | 96,950 | 2,385.00 + 12% | 23,850 |
| 96,950 | 206,700 | 11,157.00 + 22% | 96,950 |
| 206,700 | 394,600 | 35,302.00 + 24% | 206,700 |
| 394,600 | 501,050 | 80,398.00 + 32% | 394,600 |
| 501,050 | 751,600 | 114,462.00 + 35% | 501,050 |
| 751,600 | | 202,154.50 + 37% | 751,600 |
| **Married Filing Separately:** | | | |
| $0 | $11,925 | $0 + 10% | $0 |
| 11,925 | 48,475 | 1,192.50 + 12% | 11,925 |
| 48,475 | 103,350 | 5,578.50 + 22% | 48,475 |
| 103,350 | 197,300 | 17,651.00 + 24% | 103,350 |
| 197,300 | 250,525 | 40,199.00 + 32% | 197,300 |
| 250,525 | 375,800 | 57,231.00 + 35% | 250,525 |
| 375,800 | | 101,077.25 + 37% | 375,800 |
| **Head of Household:** | | | |
| $0 | $17,000 | $0 + 10% | $0 |
| 17,000 | 64,850 | 1,700.00 + 12% | 17,000 |
| 64,850 | 103,350 | 7,442.00 + 22% | 64,850 |
| 103,350 | 197,300 | 15,912.00 + 24% | 103,350 |
| 197,300 | 250,500 | 38,460.00 + 32% | 197,300 |
| 250,500 | 626,350 | 55,484.00 + 35% | 250,500 |
| 626,350 | | 187,031.50 + 37% | 626,350 |
| **Single:** | | | |
| $0 | $11,925 | $0 + 10% | $0 |
| 11,925 | 48,475 | 1,192.50 + 12% | 11,925 |
| 48,475 | 103,350 | 5,578.50 + 22% | 48,475 |
| 103,350 | 197,300 | 17,651.00 + 24% | 103,350 |
| 197,300 | 250,525 | 40,199.00 + 32% | 197,300 |
| 250,525 | 626,350 | 57,231.00 + 35% | 250,525 |
| 626,350 | | 188,769.75 + 37% | 626,350 |
| **Estates and Trusts:** | | | |
| $0 | $3,150 | $0 + 10% | $0 |
| 3,150 | 11,450 | 315.00 + 24% | 3,150 |
| 11,450 | 15,650 | 2,307.00 + 35% | 11,450 |
| 15,650 | | 3,777.00 + 37% | 15,650 |

**2026**

| Over | But Not More Than | The Tax Is | Of the Amount Over |
|---|---|---|---|
| **If Taxable Income Is:** | | | |
| **Married Filing Jointly:** | | | |
| $0 | $24,800 | $0 + 10% | $0 |
| $24,800 | 100,800 | 2,480.00 + 12% | $24,800 |
| 100,800 | 211,400 | 11,600.00 + 22% | 100,800 |
| 211,400 | 403,550 | 35,932.00 + 24% | 211,400 |
| 403,550 | 512,450 | 82,048.00 + 32% | 403,550 |
| 512,450 | 768,700 | 116,896.00 + 35% | 512,450 |
| 768,700 | | 206,583.50 + 37% | 768,700 |
| **Married Filing Separately:** | | | |
| $0 | $12,400 | $0 + 10% | $0 |
| 12,400 | 50,400 | 1,240.00 + 12% | 12,400 |
| 50,400 | 105,700 | 5,800.00 + 22% | 50,400 |
| 105,700 | 201,775 | 17,966.00 + 24% | 105,700 |
| 201,775 | 256,225 | 41,024.00 + 32% | 201,775 |
| 256,225 | 384,350 | 58,448.00 + 35% | 256,225 |
| 384,350 | | 103,291.75 + 37% | 384,350 |
| **Head of Household:** | | | |
| $0 | $17,700 | $0 + 10% | $0 |
| 17,700 | 67,450 | 1,770.00 + 12% | 17,700 |
| 67,450 | 105,700 | 7,740.00 + 22% | 67,450 |
| 105,700 | 201,750 | 16,155.00 + 24% | 105,700 |
| 201,750 | 256,200 | 39,207.00 + 32% | 201,750 |
| 256,200 | 640,600 | 56,631.00 + 35% | 256,200 |
| 640,600 | | 191,171.00 + 37% | 640,600 |
| **Single** | | | |
| $0 | $12,400 | $0 + 10% | $0 |
| 12,400 | 50,400 | 1,240.00 + 12% | 12,400 |
| 50,400 | 105,700 | 5,800.00 + 22% | 50,400 |
| 105,700 | 201,775 | 17,966.00 + 24% | 105,700 |
| 201,775 | 256,225 | 41,024.00 + 32% | 201,775 |
| 256,225 | 640,600 | 58,448.00 + 35% | 256,225 |
| 640,600 | | 192,979.25 + 37% | 640,600 |
| **Estates and Trusts** | | | |
| $0 | $3,300 | $0 + 10% | $0 |
| 3,300 | 11,700 | 330.00 + 24% | 3,300 |
| 11,700 | 16,000 | 2,346.00 + 35% | 11,700 |
| 16,000 | | 3,851.00 + 37% | 16,000 |

## EDUCATION INCENTIVES

**Student Loan Interest Deduction –** "Above-the-line" deduction up to $2,500 (2025 and 2026); no time limit on deductibility period; subject to income limitations.

**Education Credits –** American Opportunity Credit is up to $2,500 in 2025 and 2026 per student for first four years of higher education expenses paid. Lifetime Learning Credit is 20% of tuition paid up to $2,000 per return for 2025 and 2026. Both credits are subject to income limitations and cannot be used in conjunction with each other for the same student.

**Section 529 Plans (Qualified Tuition Programs) –** Distributions used for qualified higher education expenses are income tax free. Contributions are potentially subject to gift tax, but are eligible for the per-donee annual exclusion ($19,000 for 2025 and 2026). Donor can elect to treat up to $95,000 of the contribution in 2025 (and 2026) as if it had been made ratably over a 5-year period.

**Coverdell Education Savings Accounts (Education IRAs) –** Contribution limit is $2,000 in 2025 and 2026; subject to income limitations.

## OTHER TAX RATES

**Long-Term Capital Gains and Qualified Dividends Tax Rates for Taxpayers with Taxable Income in the Specified Ranges***

| 2025 | 0% | 15% | 20% |
|---|---|---|---|
| MFJ/SS | $0 - $96,700 | $96,701 - $600,050 | over $600,050 |
| MFS | $0 - $48,350 | $48,351 - $300,000 | over $300,000 |
| HoH | $0 - $64,750 | $64,751 - $566,700 | over $566,700 |
| Single | $0 - $48,350 | $48,351 - $533,400 | over $533,400 |
| E&T | $0 - $3,250 | $3,251 - $15,900 | over $15,900 |
| **2026** | **0%** | **15%** | **20%** |
| MFJ/SS | $0 - $98,900 | $98,901 - $613,700 | over $613,700 |
| MFS | $0 - $49,450 | $49,451 - $306,850 | over $306,850 |
| HoH | $0 - $66,200 | $66,201 - $579,600 | over $579,600 |
| Single | $0 - $49,450 | $49,451 - $545,500 | over $545,500 |
| E&T | $0 - $3,300 | $3,301 - $16,250 | over $16,250 |

- Short-term gain taxed at ordinary rates.

* Additional 3.8% tax imposed on the lesser of the individual's Net Investment Income or the excess of the individual's MAGI over certain thresholds ($250,000 for married couples filing jointly or surviving spouse, $125,000 for married couples filing separately, and $200,000 for all other taxpayers).

**Kiddie Tax**

- Under age 19 (or certain full-time students under age 24) with unearned income consisting solely of interest, dividends and CGD; and child's gross income is less than $13,500 in 2025 or 2026 – use Form 8814 with parent's return.
- If child files own return – use Form 8615 with child's return to calculate tax at parent's marginal rate.

| | 2025 | 2026 | |
|---|---|---|---|
| First | $1,350 | $1,350 | No Tax |
| Next | $1,350 | $1,350 | Taxed at child's marginal rate |
| Amount Over | $2,700 | $2,700 | Taxed at parent's marginal rate |

**AMT Rates for Individuals**

| | AMTI Threshold 2025 | AMTI Threshold 2026 | AMT Rate |
|---|---|---|---|
| Single, MFJ, HoH | $0 - $239,100 | $0 - $244,500 | 26% |
| | $239,101 or more | $244,501 or more | 28% |
| MFS | $0 - $119,550 | $0 - $122,250 | 26% |
| | $119,551 or more | $122,251 or more | 28% |

| | AMT Exemption 2025 | AMT Exemption 2026 |
|---|---|---|
| Single, HoH | $88,100 | $90,100 |
| MFJ, SS | $137,000 | $140,200 |
| MFS | $68,500 | $70,100 |

## SOCIAL SECURITY

**Maximum Compensation Subject to FICA**

| | 2025 | 2026 |
|---|---|---|
| OASDI Maximum | $176,100 | $184,500 |
| HI Maximum | No Limit | No Limit |

- *OASDI tax rate – 2025 & 2026: 12.4% self-employed, 6.2% employees*
- *HI tax rate* – 2025 & 2026: 2.9% self-employed, 1.45% employees*

** Additional 0.9% tax imposed on employment wages for certain higher-income taxpayers (income of more than $250,000 for married couples filing jointly or surviving spouse, $125,000 for married couples filing separately, and $200,000 for all other taxpayers)*

**Maximum Amount of Earnings to Still Receive Full Benefits**

| | 2025 | 2026 |
|---|---|---|
| Under full retirement age | $23,400 | $24,480 |

**MAGI Amounts for Benefits to Be Taxable**

| | 50% Taxable | 85% Taxable |
|---|---|---|
| Married Filing Jointly | $32,000 | $44,000 |
| Single, HOH, MFS Living Apart | $25,000 | $34,000 |

# DEDUCTIONS

### Standard Deduction

| | Year | Annual | Add'l Age 65 or Older or Blind* |
|---|---|---|---|
| Married Filing Jointly/ Surviving Spouse | 2025 | $31,500 | $1,600 |
| | 2026 | $32,200 | $1,650 |
| Married Filing Separately | 2025 | $15,750 | $1,600 |
| | 2026 | $16,100 | $1,650 |
| Head of Household | 2025 | $23,625 | $2,000 |
| | 2026 | $24,150 | $2,050 |
| Single | 2025 | $15,750 | $2,000 |
| | 2026 | $16,100 | $2,050 |

**Phaseout of Itemized Deductions Does Not Apply in 2025 or 2026. Overall Limitation Applies in 2026**

** Additional $6,000 for age 65 and older in 2025 and 2026, begins to phase out if MAGI exceeds $75,000 ($150,000 for MFJ)*

### Code Sec. 179 Expense Allowance

| | 2025 | 2026 |
|---|---|---|
| Dollar limitation | $2,500,000 | $2,560,000 |
| Investment limitation | $4,000,000 | $4,090,000 |

### Qualified Business Income Deduction Phase-In Thresholds

| | Taxable Income Phase-In 2025 | 2026 |
|---|---|---|
| MFJ | $394,600 - $494,600 | $403,500 - $553,500 |
| MFS | $197,300 - $247,300 | $201,775 - $276,775 |
| All Others | $197,300 - $247,300 | $201,750 - $276,750 |

*For 2026, there is a minimum deduction of $400, and taxpayers must have QBI of at least $1,000 to qualify for the deduction.*

# ESTATE & GIFT TAXES

| | 2025 | 2026 |
|---|---|---|
| Annual Gift Tax Exclusion | $19,000 | $19,000 |
| for Noncitizen Spouses | $190,000 | $194,000 |
| Estate Tax Exclusion | $13,990,000 | $15,000,000 |
| Applicable Credit | $5,541,800 | $5,945,800 |
| Gift Tax Exclusion | $13,990,000 | $15,000,000 |
| Generation-Skipping Transfer Tax Exemption | $13,990,000 | $15,000,000 |

# CREDITS & EXCLUSIONS

### Child Tax Credit

| | 2025 | 2026 |
|---|---|---|
| Credit Amount | $2,200 | $2,200 |
| Refundable Amount | $1,700 | $1,700 |

$2,200 credit amount for 2025 and 2026 phases out $50 for every $1,000 AGI over $400,000 (MFJ), $200,000 (all others)

### Foreign Income

| | 2025 | 2026 |
|---|---|---|
| Foreign earned income exclusion | $130,000 | $132,900 |
| Maximum foreign housing exclusion of qualified housing expenses | $18,200 ($39,000 - $20,800) | $18,606 ($39,870 - $21,264) |

# INDIVIDUAL ESTIMATED TAXES

Individuals can base federal estimated tax payments on:

1) 90% of current tax,
2) 100% of prior year's tax, or
3) 110% of prior year's tax if prior year's AGI is > $150,000 (> $75,000 for Married Filing Separately)

- Annualization exception
- No penalty if tax less withholding < $1,000 or no tax liability in preceding tax year

# IRAs

### Contribution Limits - Traditional and Roth

| | 2025 | 2026 |
|---|---|---|
| Regular | $7,000 | $7,500 |
| Catch-up* | $1,000 | $1,100 |

**Individuals who will be at least age 50 by the end of the year can make catch-up contributions.*

### Roth IRAs

| MAGI Phaseout Ranges for Contributions to Roth IRAs | 2025 | 2026 |
|---|---|---|
| Married Filing Jointly | $236,000 – $246,000 | $242,000 – $252,000 |
| Single, Head of Household | $150,000 – $165,000 | $153,000 – $168,000 |
| Married Filing Separately | $0 – $10,000 | $0 – $10,000 |

### Traditional IRA Deductibility Rules

| Filing Status | Covered by Qualified Retirement Plan? | Modified AGI 2025 | Modified AGI 2026 | Deductibility |
|---|---|---|---|---|
| Single, HoH | No | Any amount | Any amount | Full deduction |
| | Yes | $79,000 or less<br>$79,001 - $88,999<br>$89,000 or more | $81,000 or less<br>$81,001 - $90,999<br>$91,000 or more | Full deduction<br>Partial deduction<br>No deduction |
| Married Filing Jointly | Neither spouse | Any amount | Any amount | Full deduction |
| | Both spouses covered | $126,000 or less<br>$126,001 - $145,999<br>$146,000 or more | $129,000 or less<br>$129,001 - $148,999<br>$149,000 or more | Full deduction<br>Partial deduction<br>No deduction |
| | One spouse covered: for covered spouse | $126,000 or less<br>$126,001 - $145,999<br>$146,000 or more | $129,000 or less<br>$129,001 - $148,999<br>$149,000 or more | Full deduction<br>Partial deduction<br>No deduction |
| | One spouse covered: for non-covered spouse | $236,000 or less<br>$236,001 - $245,999<br>$246,000 or more | $242,000 or less<br>$242,001 - $251,999<br>$252,000 or more | Full deduction<br>Partial deduction<br>No deduction |
| Married Filing Separately* | Neither spouse | Any amount | Any amount | Full deduction |
| | Either spouse | $9,999 or less | $9,999 or less | Partial deduction |
| | | $10,000 or more | $10,000 or more | No deduction |

**Shared residence*

# QUALIFIED PLANS

| | 2025 | 2026 |
|---|---|---|
| Maximum elective deferral to retirement plans [e.g., 401(k), 403(b), 457] | $23,500 | $24,500 |
| Maximum elective deferral to starter 401(k) plan | $6,000 | $6,000 |
| Maximum elective deferral to pension-linked emergency savings account | $2,500 | $2,600 |
| Maximum elective deferral to SIMPLE IRAs* | $16,500 | $17,000 |
| Maximum uniform non-elective contribution to SIMPLE plans | $5,100 | $5,300 |
| Limit on annual additions to defined contribution plans or SEPs | $70,000 | $72,000 |
| Maximum annual compensation taken into account for contributions | $350,000 | $360,000 |
| Annual benefit limit under defined benefit plans | $280,000 | $290,000 |
| Threshold amount for definition of highly compensated employee | $160,000 | $160,000 |
| Threshold amount for definition of key employee in top-heavy plans | $230,000 | $235,000 |
| **Catch-up Contribution Limits (age 50 or older)**** | | |
| 401(k), 403(b), SARSEP and 457 plans | $7,500 | $8,000 |
| SIMPLE IRAs* | $3,500 | $4,000 |
| Starter 401(k) | $1,000 | $1,100 |

* *The limitation is $17,600 ($21,450 for individuals age 50 or older) for 2025 and $18,100 ($21,950 for individuals age 50 or older) for 2026 for certain smaller SIMPLE plans or employers meeting contribution/matching requirements.*

** *The limit is increased for individuals who will turn 60, 61, 62, or 63 in 2025 or 2026 to $11,250 ($5,250 for SIMPLE plans). For 2026, catch-up contributions to qualified plans (other than SEPs or SIMPLEs) for employees with compensation exceeding $150,000 must be to a Roth account.*

Raymond James & Associates, Inc., member New York Stock Exchange/SIPC. Raymond James Financial Services, Inc., member FINRA/SIPC. Investment products are: not deposits, not FDIC/NCUA insured, not insured by any government agency, not bank guaranteed, subject to risk and may lose value. Raymond James does not provide tax or legal services. You should discuss tax or legal matters with the appropriate professional. The information has been obtained from sources considered to be reliable, but we do not guarantee that the foregoing material is accurate or complete. Raymond James is not affiliated with and does not endorse the opinions or services of Wolters Kluwer.

Wolters Kluwer | RAYMOND JAMES

INTERNATIONAL HEADQUARTERS: THE RAYMOND JAMES FINANCIAL CENTER
880 CARILLON PARKWAY // ST. PETERSBURG, FL 33716 // TOLL FREE: 800.248.8863 // RAYMONDJAMES.COM