



DOWNNEY & COMPANY, LLP

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2025

2026 Tax Facts At-A-Glance

If taxable income is:

Over	But Not Over	The Tax Is	Of the Amount Over
Married Filing Jointly:			
\$0	\$23,850	\$0+10%	\$0
\$23,850	\$66,950	\$2,385+12%	\$23,850
\$96,950	\$206,700	\$11,157+22%	\$96,950
\$206,700	\$394,600	\$35,302+24%	\$206,700
\$394,600	\$501,050	\$80,398+32%	\$394,600
\$501,050	\$751,600	\$114,462+35%	\$501,050
\$751,600		\$202,154.50+37%	\$751,600
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+24%	\$103,350
\$197,300	\$250,525	\$40,199+32%	\$197,300
\$250,525	\$626,350	\$57,231+35%	\$250,525
\$626,350		\$188,769.75+37%	\$626,350

Standard Deductions

2025 2026

Married Filing Jointly	\$30,000	\$32,200
Head of Household	\$22,500	\$24,150
Single	\$15,000	\$16,100
Additional (Age 65 or Older or Blind):		
Married Filing Jointly	\$1,600	\$1,650
Unmarried & Not Surviving Spouse	\$2,000	\$2,050
Senior Deduction (Single; phase-out begins at \$75,000)	None	Up to \$6,000
Tip Income Deduction (Single; phase-out begins at \$150,000)	None	Up to \$25,000
Overtime Deduction (Single; phase-out begins at \$150,000)	None	Up to \$12,500

Child Tax Credit

2025 2026

Qualifying Child 17 and Under	\$2,000	\$2,200
Refundable Portion	\$1,700	\$1,700

Depreciation Expense

2025 2026

Election to Expense Under Section 179	\$1,250,000	\$2,560,000
Bonus Depreciation (After January 19, 2025)	100%	100%

Mileage Rates (Per Mile)

2025 2026

Business	0.70	0.725
Charity	0.14	0.14
Medical	0.21	0.205

AMT Exemptions

2025 2026

Married Filing Jointly	\$137,000	\$140,200
Phase-out Threshold	\$1,252,700	\$1,000,000

Single

2025 2026

Phase-out Threshold	\$88,100	\$90,100
	\$626,350	\$500,000

Pass-Through Entities

Qualified businesses income deduction (subject to various restrictions) is the lesser of:

- 20% of qualified business income, or
- 50% of W-2 wages paid (alternative method of 25% of W-2 wages plus 2.5% of unadjusted basis on qualified property)

Qualified business income deduction cannot be claimed by taxpayers in most service businesses with taxable income in excess of \$403,500 (for joint filers)

or \$201,750 (for single filers) for 2026. Those thresholds were \$394,600 (for joint filers) or \$197,300 (for single filers) for 2025.

Income Taxes

2026

Over	But Not Over	The Tax Is	Of the Amount Over
Married Filing Jointly:			
\$0	\$24,800	\$0+10%	\$0
\$24,800	\$100,800	\$2,480+12%	\$24,800
\$100,800	\$211,400	\$11,600+22%	\$100,800
\$211,400	\$403,550	\$35,932+24%	\$211,400
\$403,550	\$512,450	\$82,048+32%	\$403,550
\$512,450	\$768,700	\$116,860+35%	\$512,450
\$768,700		\$206,583.50+37%	\$768,700
Single:			
\$0	\$12,400	\$0+10%	\$0
\$12,400	\$50,400	\$1,240+12%	\$12,400
\$50,400	\$105,700	\$5,800+22%	\$50,400
\$105,700	\$201,775	\$17,966+24%	\$105,700
\$201,775	\$256,225	\$41,024+32%	\$201,775
\$256,225	\$640,600	\$58,448+35%	\$256,225
\$640,600		\$192,979.25+37%	\$640,600

Education Incentives

2025

2026

American Opportunity Tax Credit	\$2,500	\$2,500
Phase-outs for American Opportunity Tax Credit:		
Married Filing Jointly	\$160,000-\$180,000	\$160,000-\$180,000
Single	\$80,000-\$90,000	\$80,000-\$90,000
Lifetime Learning Tax Credit		
Married Filing Jointly	\$160,000-\$180,000	\$160,000-\$180,000
Single	\$80,000-\$90,000	\$80,000-\$90,000
Coverdell Education Savings Account Maximum Contribution \$2,000; Phase-out Range:		
Married Filing Jointly	\$190,000-\$220,000	\$190,000-\$220,000
Single	\$95,000-\$110,000	\$95,000-\$110,000
Net Investment Income Tax		
3.8%	Over threshold amount of:	
Married Filing Jointly		\$250,000
Married Filing Separately		\$125,000
Single		\$200,000

Capital Gains Tax & Qualified Dividends

2026

Maximum taxable income thresholds:

Rate	Married Filing Jointly	Single	Head of Household
0%	Up to \$98,900	Up to \$49,450	Up to \$66,200
15%	Over \$98,900 to \$613,700	Over \$49,450 to \$545,500	Over \$66,200 to \$579,600
20%	Over \$613,700	Over \$545,500	Over \$579,600

Corporations

2025

2026

21%
21%

