



Tax Facts and Figures

Business Expenses

2026 Standard Mileage Rate Per Mile

Business.....	72.5¢
Medical and moving*	20.5¢
Charitable.....	14.0¢
Depreciation.....	35.0¢

Section 179 Expense Limits

Regular 179 limits	\$2,560,000
SUV limits	\$32,000
Investment phaseout begins.....	\$4,090,000

*The moving expense deduction is available only to active duty military servicemembers pursuant to a permanent change of station (PCS) order.

2026 Retirement Plan Limits

401(k)/403(b) Deferral Limits

Under age 50.....	\$24,500
Age 50 and over	\$32,500
Age 60 thru 63	\$35,750

IRA Contribution Limits

Under age 50.....	\$7,500
Age 50 and over	\$8,600

IRA Deduction Phaseout Range if Covered by Employer Plan

MFJ.....	\$129,000–\$149,000
Spouse not covered	\$242,000–\$252,000
Single, HOH.....	\$81,000–\$91,000
MFS.....	\$0–\$10,000

2026 Standard Deduction for Meals—High Low Method (Per Day)

High cost localities.....	\$86
All other localities	\$74
Transportation workers	\$80

Qualified Transportation Benefits (exclusion from income allowed, but no employer deduction)

Commuter benefits (per month)....	\$340
Parking benefits (per month)....	\$340

Education Tax Benefits

American Opportunity Credit

MFJ phaseout ... \$160,000–\$180,000
Single, HOH phaseout..... \$80,000–\$90,000
Maximum credit: \$2,500 per student
Up to 40% (\$1,000) may be refundable

Lifetime Learning Credit

MFJ phaseout ...\$160,000–\$180,000
Single, HOH phaseout..... \$80,000–\$90,000
Maximum credit: \$2,000 per return

Qualified Tuition Plans (529 plans)

- Distributions for qualifying expenses for college students or apprentices are not taxable.
- Distributions up to \$10,000 per student are allowed for tuition and other qualified expenses for a public, private, or religious elementary or secondary school.
- Cumulative distributions up to \$10,000 per beneficiary and sibling for qualified education debt.

Education Savings Account (ESA)

MFJ phaseout	\$190,000–\$220,000
All others	\$95,000–\$110,000
Annual contribution limit: \$2,000 per beneficiary	

Student Loan Interest Deduction

MFJ phaseout.....	\$175,000–\$205,000
Single, HOH phaseout... \$85,000–\$100,000	
Maximum deduction: \$2,500 per return	

U.S. Savings Bonds Interest Exclusion

MFJ phaseout.....	\$152,650–\$182,650
Single, HOH phaseout...\$101,800–\$116,800	

2026 Tax Rates: Capital Gain and Dividend Income

If income is...	Maximum tax rate %	If asset is held...
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain	See below	More than 1 year
Qualified dividend income	See below	More than 60 days
Taxable Income		
Single	\$0 to \$49,450	
MFJ/QSS	\$0 to \$98,900	0%
MFS.....	\$0 to \$49,450	
HOH.....	\$0 to \$66,200	
Estates and Trusts	\$0 to \$3,300	
Taxable Income		
Single	\$49,451 to \$545,500	
MFJ/QSS	\$98,901 to \$613,700	15%
MFS.....	\$49,451 to \$306,850	
HOH.....	\$66,201 to \$579,600	
Estates and Trusts	\$3,301 to \$16,250	
Taxable Income		
Single	\$545,501 and over	
MFJ/QSS	\$613,701 and over	20%
MFS.....	\$306,851 and over	
HOH.....	\$579,601 and over	
Estates and Trusts	\$16,251 and over	
Short-term capital gain	37%	1 year or less
Ordinary dividend income	37%	60 days or less

Net Investment Income Tax (NIIT)

3.8% additional tax on investment income if MAGI above threshold amount

Filing status	Single, HOH	MFJ, QSS	MFS
Threshold amount	\$200,000	\$250,000	\$125,000

2026 Qualified Business Income Deduction Thresholds

MFJ: \$403,500 MFS: \$201,775 Single, HOH, QSS: \$201,750

Contact Us

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 73.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of \$5,000.

This brochure contains general information for taxpayers and should not be relied upon as the only source of authority. Taxpayers should seek professional tax advice for more information.