

# 2026 FEDERAL TAX & BENEFIT REFERENCE GUIDE



540 Main St., Unit #9,  
Hyannis, MA 02601  
(508) 398-3337  
FairwayFinancial.net

## Federal Income Tax

### Single Filers

\$0 - \$12,400	10.0%
\$12,401 - \$50,400	12.0%
\$50,401 - \$105,700	22.0%
\$105,701 - \$201,775	24.0%
\$201,776 - \$256,225	32.0%
\$256,226 - \$640,600	35.0%
> \$640,601	37.0%

### Married Filing Jointly

\$0 - \$24,800	10.0%
\$24,801 - \$100,800	12.0%
\$100,801 - \$211,400	22.0%
\$211,401 - \$403,550	24.0%
\$403,551 - \$512,450	32.0%
\$512,451 - \$768,700	35.0%
> \$768,701	37.0%

### Married Filing Separately

\$0 - \$12,400	10.0%
\$12,401 - \$50,400	12.0%
\$50,401 - \$105,700	22.0%
\$105,701 - \$201,775	24.0%
\$201,776 - \$256,225	32.0%
\$256,226 - \$384,350	35.0%
> \$384,351	37.0%

### Head of Household

\$0 - \$17,700	10.0%
\$17,701 - \$67,450	12.0%
\$67,451 - \$105,700	22.0%
\$105,701 - \$201,750	24.0%
\$201,751 - \$256,200	32.0%
\$256,201 - \$640,600	35.0%
> \$640,601	37.0%

### Trusts and Estates

\$0 - \$3,150	10%
\$3,151 - \$11,450	24%
\$11,451 - \$15,650	35%
≥ \$15,651	37%

## Standard Deductions

Single	\$16,100
Married filing jointly	\$32,200
Married filing separately	\$16,100
Head of household	\$24,150
65 or older or blind	\$1,650 if married
65 or older and blind	\$3,300 if married (additional standard deduction amount)
	\$2,050 if single and not a surviving spouse

Bonus 65 or older exemption (married couples)	\$6,000 \$12,000
Personal exemption	\$0

Qualifying dependents other than qualifying children	\$1,350 credit/dependent or sum of \$450 and earned income
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## Capital Gain & Dividend Rates (Long-Term\*)

Single		Married Filing Jointly	
\$0 - \$49,450	0%	\$0 - \$98,900	0%
\$49,451 - \$545,500	15%	98,901 - \$613,700	15%
> \$545,501	20%	> \$613,701	20%
Collectibles	28%		

Head of Household		Married Filing Jointly	
\$0 - \$66,200	0%	\$0 - \$49,450	0%
\$66,201 - \$579,600	15%	\$98,901 - \$613,700	15%
> \$579,601	20%	> \$306,851	20%

\*Short-term gains are taxed as ordinary income.

## Gift & Estate Tax

Annual gift tax exclusion	\$19,000
Unified estate and gift tax credit amount	\$15,000,000
Annual exclusion for gift to noncitizen spouse	\$194,000
Highest estate and gift tax rate	40%
States with separate estate tax: CT, DC, HI, IL, MA, MD, ME, MN, NY, OR, RI, VT, WA	
States with inheritance tax: IA, KY, NE, PA, MD, NJ	
Community property states: AK*, AZ, CA, ID, LA, NM, NV, TX, WA, WI	

\*Opt-in community property state

AK\*, AZ, CA, ID, LA, NM, NV, TX, WA, WI

\*Opt-in community property state

## Net Investment Income Tax

### (3.8% Medicare Surtax Thresholds)

#### Tax Filing Status

Single/Head of household	\$200,000
Married filing jointly	\$250,000
Married filing separately	\$125,000
Trusts and estates	\$16,200

## Education

### 529 Plan Contributions

\$19,000 per year per child before gift tax\*

Accelerate 5 years of gifting into 1 year:

Per individual	\$95,000
Per couple	\$190,000

## Education Phaseouts

### Student Loan Interest Deductions

Maximum deduction for student loan interest is \$2,500.  
Deductions are phased out according to the following:

Phase-out: Single return	\$85,000 - \$100,000
Married, filing jointly	\$170,000 - \$200,000

### American Opportunity Credit/ Hope Scholarship Credit

Maximum \$2,500 (100% of first \$2,000 + 25% of next  
\$2,000 of eligible expenses)

Phase-out: Married filing jointly	\$160,000 - \$180,000
Single	\$80,000 - \$90,000

Lifetime Learning Credits	20% of qualified expenses up to \$10,000
Married filing jointly	\$160,000 - \$180,000
Single or HOH	\$80,000 - \$90,000

### Coverdell Education Savings Accounts

Maximum Contribution of \$2,000

Married filing jointly	< \$190,000
Others	< \$95,000

\*State tax treatment may differ from federal tax treatment, so look to the laws of your state to find out how your state will treat a 529 plan gift.

Source: <https://www.cnbc.com/2025/11/13/roth-ira-income-limits-2026.html?msocid=2c9d3e05a3bc689100722ddda2906909>

Source: <https://www.schwab.com/resource/tax-reference-guide-2026?msocid=2c9d3e05a3bc689100722ddda2906909>

Source: <https://www.nerdwallet.com/taxes/learn/fica-tax-withholding?msocid=2c9d3e05a3bc689100722ddda2906909>

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1. Under age 19 with net unearned income, or under age 21 if a full-time student whose earned income does not exceed half of his or her own support for the year.

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## Social Security

### Taxable Wage Base

Maximum earnings (during working years) subject to payroll tax	\$184,500
Medicare (Hospital Insurance)	No limit

## Retirement Earning Test

Under full retirement age	\$23,400
Note: \$1 in benefits will be withheld for every \$2 in earnings above the limit.	
Year reaching full retirement age	\$65,160
Note: Applies only to earnings for months prior to attaining full retirement age. \$1 in benefits will be withheld for every \$3 in earnings above the limit.	

## Taxability of Benefits

(Based on provisional income and filing status)

	Not Taxable	MAGI Up to 50%	MAGI Up to 85%
Individual	< \$25,000	\$25,001 – \$32,001	> \$34,001
Married filing jointly	< \$32,000	\$32,001 – \$44,000 MAGI	> \$44,001 MAGI
Married filing separately	up to 85% of benefits are taxable		

## FICA Tax Rates

	Self-Employed	Employee
OASDI (Social Security)	12.40%	6.2%
Medicare	2.90%	1.45%
Additional Medicare Tax*	0.90%	0.90%

\*Additional Medicare tax went into effect in 2013 and applies to wages, compensation, and self-employment income above a threshold amount.

## Filing Status

	Threshold
Married filing jointly	\$250,000+
Married filing separately	\$125,000+
Others	\$200,000+

## Age to Receive Full Benefits

Age When Benefits Begin	Full Retirement Age of 66	Full Retirement Age of 66
62	75.0%	74.2%
63	80.0%	79.2%
64	86.7%	85.6%
65	93.3%	92.2%
66	100%	98.9%
67	108%	100.0%

## Delayed Retirement Credits

Accrues starting at full retirement age, until you start receiving benefits or reach age 70

Birth Year	Annual Rate of Increase
1954 or later	8.00% (% of 1% per month)

## Health Savings Accounts

### Contribution Limits

Single	\$4,300
Family	\$8,550
Age 55+ catch-up	\$1,000

## High Deductible Health Plans

Maximum earnings (during working years) subject to payroll tax

	Min. Deductible	Max. Out of Pocket
Self-only	\$1,650	\$8,300
Family	\$3,300	\$16,600

## Required Minimum Distributions (RMDs)

### Uniform Lifetime Table

This table is used to determine the required minimum distributions from IRAs and Qualified Plans during the owner's life in situations where the owner's spouse is either not the sole designated beneficiary or is the sole designated beneficiary but is not more than 10 years younger than the owner. (Joint Life Publication 590 if owner's spouse is more than 10 years younger.)

Age	Divisor	Age	Divisor	Age	Divisor	Age	Divisor
73	26.5	80	20.2	87	14.4	94	9.5
74	25.5	81	19.4	88	13.7	95	8.9
75	24.6	82	18.5	89	12.9	96	8.4
76	23.7	83	17.7	90	12.2	97	7.8
77	22.9	84	16.8	91	11.5	98	7.3
78	22.0	85	16.0	92	10.8	99	6.8
79	21.1	86	15.2	93	10.1	100	6.4

### Single Life Expectancy Table

This table may be used to determine the minimum amount of withdrawal that is required each year for an individual who inherits money as a designated beneficiary of an IRA. The individual must be specifically named as the beneficiary in order to use the table. If the estate is named, or if no individual(s) is named as the beneficiary of the IRA, the heirs will not be able to stretch out the withdrawals through the use of the single life table.

Age	Divisor								
39	46.7	50	36.2	61	26.2	72	17.2	83	9.3
40	45.7	51	35.3	62	25.4	73	16.4	84	8.7
41	44.8	52	34.3	63	24.5	74	15.6	85	8.1
42	43.8	53	33.4	64	23.7	75	14.8	86	7.6
43	42.9	54	32.5	65	22.9	76	14.1	87	7.1
44	41.9	55	31.6	66	22.0	77	13.3	88	6.6
45	41.0	56	30.6	67	21.2	78	12.6	89	6.1
46	40.0	57	29.8	68	20.4	79	11.9	90	5.7
47	39.0	58	28.9	69	19.6	80	11.2	91	5.3
48	38.1	59	28.0	70	18.8	81	10.5	92	4.9
49	37.1	60	27.1	71	18.0	82	9.9	93	4.6

Insurance and annuities offered through Steven Anzuoni, MA Insurance License #1722314.

Source: <https://www.kiplinger.com/retirement/social-security/changes-coming-to-social-security-in-2026>

Source: <https://www.shrm.org/topics-tools/news/benefits-compensation/irs-announces-2026-hsa-hdhp-limits>

This content is for general informational purposes only. It is not intended to provide fiduciary, tax, or legal advice and cannot be used to avoid tax penalties; nor is it intended to market, promote, or recommend any tax plan or arrangement.

1. Under age 19 with net unearned income, or under age 24 if a full-time student whose earned income does not exceed half of his or her own support for the year.