SPG Life & Annuity | 2026 TAX REFERENCE GUIDE

Federal Income Taxes

INDIVIDUAL FILERS

Rate	MFJ*	HoH	Single	MFS
10%	≤$24,800	≤$17,700	≤$12,400	≤$12,400
12%	≤$100,800	≤$67,450	≤$50,400	≤$50,400
22%	≤$211,400	≤$105,700	≤$105,700	≤$105,700
24%	≤$403,550	≤$201,750	≤$201,775	≤$201,775
32%	≤$512,450	≤$256,200	≤$256,225	≤$256,225
35%	≤$768,700	≤$640,600	≤$640,600	≤$384,350
37%	>$768,700	>$640,600	>$640,600	>$384,350

**MFJ = Married Filing Jointly & Surviving Spouses. HoH = Head of Household. MFS = Married Filing Separately. Values shown as the upper bound of each rate band.*

TRUSTS AND ESTATES

Taxable Income	Tax Rate
$0 – $3,300	10.0%
$3,300 – $11,700	24.0%
$11,700 – $16,000	35.0%
Over $16,000	37.0%

Standard Deductions

	2025	2026
Single	$15,750	$16,100
Married filing jointly	$31,500	$32,200
Married filing separately	$15,750	$16,100
Head of household	$23,625	$24,150
Senior Soc. Sec.	$6,000	$6,000
Married Senior Soc. Sec.	$12,000	$12,000

Capital Gains & Dividends

LONG-TERM RATES

Income Tax Bracket	Rate
0 – 12%	0%
22% – 35%	15%
35% – 37%	20%

NET INVESTMENT INCOME MEDICARE CONTRIBUTION TAX

3.8% surtax applied to the lower of Net Investment Income or MAGI over the non-indexed threshold.

Filing Status	MAGI	Rate
Single / HoH	$200,000+	3.8%
Married Filing Jointly	$250,000+	3.8%
Married Filing Separately	$125,000+	3.8%
Trusts & Estates	$12,500+	3.8%

Estate & Gift Tax

	2025	2026
Annual gift tax exclusion	$19,000	$19,000
Estate & gift tax exemption	$13,990,000	$15,000,000
Gift to non-citizen spouse	$190,000	$194,000
Highest estate tax bracket	40%	40%

JURISDICTIONS

Estate Taxes: CT, DC, HI, IL, MA, MD, ME, MN, NY, OR, RI, VT, WA
Inheritance Tax: IA, KY, NE, PA, NJ, MD
Community Property: AK*, AZ, CA, ID, LA, NM, NV, TX, WA, WI

**Opt-in community property state.*

RETIREMENT

Traditional IRA

IRA / ROTH IRA CONTRIBUTION LIMIT

	2025	2026
Contribution limit	$7,000	$7,500
50+ Catch-up	$1,000	$1,100

TRADITIONAL IRA DEDUCTIBILITY PHASE-OUT (MAGI)

Participants in employer plans

	2025	2026
Married-Jointly	$126K–$146K	$129K–$149K
Married-Separately	$0–$10K	$0–$10K
All others	$79K–$89K	$81K–$91K
Nonparticipant married to participant	$236K–$246K	$242K–$252K
Neither spouse a participant	Fully deductible	

Roth IRA

PHASE-OUT (MAGI)

	2025	2026
Married-Jointly	$236K–$246K	$242K–$252K
Married-Separately	$0–$10K	$0–$10K
All others	$150K–$165K	$153K–$168K

Qualified Retirement Plans

	2025	2026
401(k), 403(b), 457(b) deferral	$23,500	$24,500
50+ Catch-up	$7,500	$8,000
60–63 Catch-up	$11,250	$11,250
Max annual additions, DC plan	$70,000	$72,000
Max annual benefit, DB plan	$280,000	$290,000
Max compensation considered	$350,000	$360,000
Highly compensated employee	$160,000	$160,000
Maximum QLAC	$210,000	$210,000

Special catch-up rules apply to certain 403(b) contributors with 15+ years of service and governmental 457(b) participants in the last 3 years before retirement.

EDUCATION

Student Loan Interest

Maximum deduction: $2,500. Phase-out (MAGI):

	2025	2026
Single return	$85K–$100K	$85K–$100K
Joint return	$170K–$200K	$175K–$205K

Education Incentives

AMERICAN OPPORTUNITY CREDIT PHASE-OUT

	2025	2026
Married Filing Jointly	$160K–$180K	$160K–$180K
Others	$80K–$90K	$80K–$90K

U.S. SAVINGS BOND EXCLUSION PHASE-OUT

	2025	2026
Married Filing Jointly	$152.65K–$182.65K	$152.65K–$182.65K
Others	$101.8K–$116.8K	$101.8K–$116.8K

529 PLAN CONTRIBUTIONS

Annual per child	$19,000
Accelerate 5 years of gifting into 1 year:	
Per individual	$95,000
Per couple	$190,000

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Social Security

MAXIMUM TAXABLE EARNINGS

	2025	2026
Social Security (OASDI)	$176,100	$184,500
Medicare (HI only)	No limit	No limit

RETIREMENT EARNING TEST

	2025	2026
Under full retirement age	$23,400/yr ($1,950/mo)	$24,480/yr ($2,040/mo)
Year reaching full retirement age	$62,160/yr ($5,180/mo)	$65,160/yr ($5,430/mo)

Under FRA: $1 in benefits withheld for every $2 earned above the limit. Year reaching FRA: applies to earnings for months prior to attaining FRA; $1 withheld for every $3 earned above the limit.

TAXABILITY OF BENEFITS

Based on Provisional Income by filing status.

	Individual	Married Filing Jointly
Not taxable	< $25,000	< $32,000
Up to 50% taxable	$25,000–$34,000	$32,000–$44,000
Up to 85% taxable	> $34,000	> $44,000

Married Filing Separately: up to 85% of benefits taxable. Provisional Income = AGI + Nontaxable Income + ½ Social Security Benefits.

Social Security Benefit Age

AGE TO RECEIVE FULL BENEFITS

Year of Birth	Full Ret. Age	% Reduced at 62
1943–1954	66	25.00%
1955	66 & 2 mo.	25.83%
1956	66 & 4 mo.	26.67%
1957	66 & 6 mo.	27.50%
1958	66 & 8 mo.	28.33%
1959	66 & 10 mo.	29.17%
1960 & Later	67	30.00%

DELAYED RETIREMENT CREDITS

Year of Birth	Rate of Increase
1943 or Later	8.0%

Accrues when you reach full retirement age until you start receiving benefits or reach age 70.

FICA Tax Rates

	Self-Employed	Employee
OASDI (Social Security)	12.4%	6.2%
HI (Medicare)	2.9%	1.45%
Additional Medicare Tax*	0.9%	0.9%

**Since 2013, applied to wages and self-employment income above non-indexed MAGI thresholds:*

Married-Jointly	> $250,000
Married-Separately	> $125,000
Others	> $200,000

Uniform Lifetime Table for RMD*

Age	Divisor	% Acct.	Age	Divisor	% Acct.	Age	Divisor	% Acct.
73	26.5	3.77	83	17.7	5.65	93	10.1	9.90
74	25.5	3.92	84	16.8	5.95	94	9.5	10.52
75	24.6	4.07	85	16.0	6.25	95	8.9	11.24
76	23.7	4.22	86	15.2	6.58	96	8.4	11.90
77	22.9	4.37	87	14.4	6.94	97	7.8	12.82
78	22.0	4.55	88	13.7	7.30	98	7.3	13.70
79	21.1	4.74	89	12.9	7.75	99	6.8	14.71
80	20.2	4.95	90	12.2	8.20	100	6.4	15.63
81	19.4	5.15	91	11.5	8.70	101	6.0	16.67
82	18.5	5.40	92	10.8	9.26			

**RMD = Required Minimum Distributions.*

Business Income Taxes

C CORPORATIONS

Taxable Net Income	21% Tax Rate

S CORPORATIONS & LLCS

K-1 pass-through income to shareholders	Individual rates 10%–37%

"Qualified Business Income" is eligible for a 20% K-1 deduction (i.e., 37% bracket → 29.6% net marginal rate).

QUALIFIED BUSINESS INCOME PHASE-IN

Married	$403,500 – $553,500
Others	$201,750 – $276,750

Generally, "Specified Service Businesses" are NOT eligible for the 20% K-1 deduction unless total taxable income falls below certain thresholds.

Health Savings Accounts

CONTRIBUTION LIMITS

	2025	2026
Single / Family	$4,300 / $8,550	$4,400 / $8,750
Age 55+ Catch-up	$1,000	$1,000

HIGH-DEDUCTIBLE HEALTH PLANS

	2025	2026
Min. deductible (S / F)	$1,650 / $3,300	$1,700 / $3,400
Max out-of-pocket (S / F)	$8,300 / $16,600	$8,500 / $17,000

Long Term Care Insurance

MAX QUALIFIED LTC PREMIUM ELIGIBLE FOR DEDUCTIONS (S-CORP / LLC OWNERS)

Age	≤ 40	41–50	51–60	61–70	> 70
2026	$500	$930	$1,860	$4,960	$6,200
2025	$480	$900	$1,800	$4,810	$6,020

Tax-free LTC benefit per diem limit: $430 (2026).

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