

## Individual and Family Tax Relief

- **Permanent Tax Rates:** Extends the individual income tax brackets established in 2017, preventing a return to higher historical rates.
- **Enhanced Standard Deduction:** Increases the deduction to \$16,100 for single filers and \$32,200 for married couples in 2026.
- **"No Tax" Deductions:** Introduces temporary deductions through 2028 for **tips** (up to \$25,000), **overtime pay** (up to \$12,500), and **auto loan interest** for U.S.-assembled vehicles (up to \$10,000).
- **Senior Support:** Established a new \$6,000 additional deduction for taxpayers aged 65 and older.
- **Child Tax Credit:** Permanently increases the maximum credit to \$2,200 per child.
- **SALT Expansion:** Raises the state and local tax deduction cap to \$40,000 for families earning under \$500,000 through 2029.

## Economic and Business Modernization

- **Pro-Growth Incentives:** Reinstates 100% bonus depreciation and allows immediate expensing of domestic Research & Development (R&D) costs.
- **Pass-Through Deduction:** Makes permanent the 20% (now increased to 23%) deduction for qualified business income.
- **Trump Accounts:** Creates new tax-advantaged savings accounts for children with a one-time \$1,000 federal contribution and annual contribution limits of \$5,000.
- **Infrastructure & Energy:** Promotes domestic energy production by phasing out certain green energy credits and increasing incentives for fossil fuels and semiconductor manufacturing.

## Spending Reform and Program Changes

- **Medicaid & SNAP:** Implements new work requirements (80 hours/month) for able-bodied adults and cuts federal nutrition and health spending by over \$1.2 trillion.
- **Higher Education:** Tightens Pell Grant eligibility and introduces new annual and lifetime caps on federal student loans, specifically targeting graduate and Parent PLUS borrowers.
- **Border Security:** Allocates \$150 billion for border enforcement, including construction of hundreds of miles of barriers.

- **National Security:** Modernizes the military and funds the "Golden Dome" missile defense system.

### **Actionable Resources**

- Review specific 2026 tax year limits at the [Internal Revenue Service \(IRS\)](#).
- Calculate potential impacts on your individual return using the [TurboTax Tax Reform Tool](#).
- Find detailed student aid updates at the [Federal Student Aid Information Page](#).