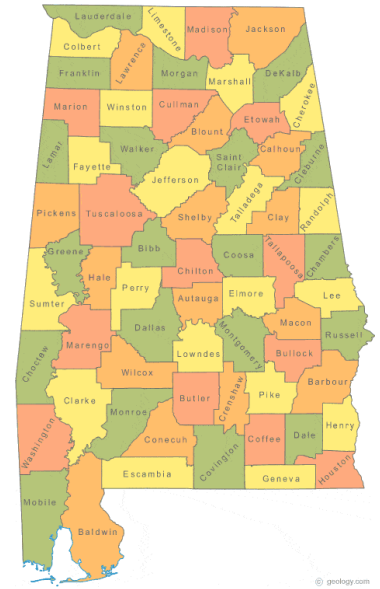




Key Individual Tax Policies from the Trump Tax Cuts Set to Expire for Alabama Constituents

Tax Hikes Looming for Alabama Residents on December 31, 2025:

- Alabama is home to **2,824,390** taxpayers.
- The average taxpayer in Alabama would see a **24% tax hike** if the Trump Tax Cuts expire.
- A **family of 4** making \$62,212, the median income in Alabama, would see a **\$1,143** tax increase if the Trump Tax Cuts expire.
 - This is worth about **6 weeks of groceries** to a typical family of 4 in the region.



Impact on Alabama Residents by the Numbers

568,890	Alabama families would see their household's Child Tax Credit cut in half.
92%	of Alabama taxpayers would see their Guaranteed Deduction slashed in half.
238,950	Small Businesses in Alabama would be hit with a 43.4% tax rate if the 199A Small Business Deduction expires.
34,797	Alabama taxpayers would be impacted by the return of the Alternative Minimum Tax.
36,241	Family-Owned Farms in Alabama would have their Death Tax Exemption slashed in half next year.





United States House Committee on

Ways & Means

CHAIRMAN JASON SMITH

Tax Cuts for Individuals and Families in Alabama that Expire in 2025:

Projected Tax Rates		
Income	Current Rate	Scheduled Tax Rate
\$12,150	10%	15%
\$49,425	12%	15%
\$105,375	22%	25%
\$201,150	24%	28%
\$255,450	32%	33%
\$638,625	35%	39.6%

Current Law	Scheduled
Guaranteed Deduction Cut	
\$15,300 – Single \$30,600 – Married	\$8,300 – Single \$16,600 – Married
Child Tax Credit Cut	
\$2,000 per child w/ SSN Requirement	\$1,000 per child w/ <u>NO</u> SSN Requirement
Alternative Minimum Tax Returns	
Currently impacts 200,000 Taxpayers	Would impact 7.3 million Taxpayers
40% Death Tax with Exemption Cut	
\$13.61m – Single \$27.22m – Married	\$7.13m – Single \$14.26m – Married

