

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

Tax Hikes Looming for New Mexico Residents on December 31, 2025:

- New Mexico is home to 1,256,460 taxpayers.
- The average taxpayer in New Mexico would see a 24% tax hike if the Trump Tax Cuts expire.
- A family of 4 making \$62,268, the median income in New Mexico, would see a \$1,145 tax increase if the Trump Tax Cuts expire.
 - This is worth about 5 weeks of groceries to a typical family of 4 in the region.



Impact on New Mexico Residents by the Numbers		
228,360	New Mexico families would see their household's Child Tax Credit cut in half.	
94%	of New Mexico taxpayers would see their Guaranteed Deduction slashed in half.	
104,130	Small Businesses in New Mexico would be hit with a 43.4% tax rate if the 199A Small Business Deduction expires.	
18,679	New Mexico taxpayers would be impacted by the return of the Alternative Minimum Tax.	
19,927	Family-Owned Farms in New Mexico would have their Death Tax Exemption slashed in half next year.	





Tax Cuts for <u>Individuals</u> and <u>Families</u> in <u>New Mexico</u> 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	\$8,300 – Single		
\$30,600 – Married	\$16,600 - Married		
Child Tax Credit Cut			
\$2,000 per child w/	\$1,000 per child w/		
SSN Requirement	NO SSN Requirement		
Alternative Minimum Tax Returns			
Currently impacts	Would impact		
200,000 Taxpayers	7.3 million Taxpayers		
40% Death Tax with Exemption Cut			
\$13.61m – Single	\$7.13m – Single		
\$27.22m – Married	\$14.26m - Married		

