

## **Key Individual Tax Policies from the Trump Tax Cuts Set** to Expire for AL-05 Constituents

## Tax Hikes Looming for AL-05 Residents on December 31, 2025:

- AL-05 is home to 472,700 taxpayers.
- The average taxpayer in AL-05 would see a 23% tax hike if the Trump Tax Cuts expire.
- A **family of 4** making \$79,304, the median income in AL-05, would see a **\$1,656** tax increase if the Trump Tax Cuts expire.
  - This is worth about 9 weeks of groceries to a typical family of 4 in the region.



Impact on AL-05 Residents by the Numbers		
89,020	AL-05 families would see their household's Child Tax Credit cut in half.	
91%	of AL-05 taxpayers would see their Guaranteed Deduction slashed in half.	
46,780	Small Businesses in AL-05 would be hit with a 43.4% tax rate if the 199A Small Business Deduction expires.	
5,529	AL-05 taxpayers would be impacted by the return of the Alternative Minimum Tax.	
4,873	Family-Owned Farms in AL-05 would have their Death Tax Exemption slashed in half next year.	





## Tax Cuts for <u>Individuals</u> and <u>Families</u> in <u>AL-05</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	7.6 million Taxpayers			
40% Death Tax with Exemption Cut				
\$13.61m – Single	\$7.13m – Single			
\$27.22m – Married	\$14.26m - Married			

