

2025 · THE ONE BIG BEAUTIFUL BILL ACT COMPARISON GUIDE

PRE-OBBA (TCJA + SUNSET)	
STANDARD DEDUCTION	
Single	\$15,000
MFJ	\$30,000

POST-OBBA (CURRENT LAW) ¹	
STANDARD DEDUCTION	
Single	\$15,750
MFJ	\$31,500

ITEMIZED DEDUCTIONS (SCHEDULE A)	
State & Local Taxes (SALT)	\$10,000
Mortgage Interest	Up to \$750,000 (home acquisition debt)
Charitable Donations	No AGI Floor
PEASE Limitations	Returning 1/1/2026

ITEMIZED DEDUCTIONS (SCHEDULE A)	
State & Local Taxes (SALT)	\$40,000 ³
Mortgage Interest	Up to \$750,000 (home acquisition debt) + PMI ^{2,3}
Charitable Donations	Subject to 0.5% AGI Floor ²
Uniform 2% Limitation	Max deduction capped at 35% ²

NEW BELOW-THE-LINE DEDUCTIONS (NON-ITEMIZED)	
N/A	

NEW BELOW-THE-LINE DEDUCTIONS (NON-ITEMIZED)		
	MFJ	SINGLE
Additional Charitable Deduction	\$2,000 ²	\$1,000 ²
Income From Overtime	\$25,000 ³	\$12,500 ³
Income From Tips	\$25,000 ³	
Vehicle Loan Interest	\$10,000 ³	
Senior Deduction (ages 65+)	\$6,000 (per eligible individual) ³	

CREDITS & EXCLUSIONS FOR CHILDREN	
Child Tax Credit	\$2,000 ³
Child Tax Credit (Refundable Portion)	\$1,700 (\$1,000 starting 2026)
Child & Dependent Care Credit	20–35% of Qualified Expenses ³
Dependent Care FSA Contribution Limit	\$5,000
Adoption Tax Credit	\$17,280 ³

CREDITS & EXCLUSIONS FOR CHILDREN	
Child Tax Credit	\$2,200 (inflation-adjusted) ³
Child Tax Credit (Refundable Portion)	\$1,700 (permanent)
Child & Dependent Care Credit	20–50% of Qualified Expenses ^{2,3}
Dependent Care FSA Contribution Limit	\$7,500 ²
Adoption Tax Credit	\$17,280 (\$5,000 refundable and inflation-adjusted) ³

PREMIUM TAX CREDIT ⁴	
MAGI within 100–400% of FPL	Eligible ³
MAGI above 400% of FPL	Eligible above 8.5% of MAGI ³

PREMIUM TAX CREDIT ⁴	
MAGI within 100–400% of FPL	Eligible ³
MAGI above 400% of FPL	Not Eligible ²

PRE-OB BB (TCJA + SUNSET)	
IDR PLANS FOR FEDERAL STUDENT LOANS	
SAVE/REPAYE	Available
IBR	Available (PFH applies to loan)
PAYE/ICR	Available

ALTERNATIVE MINIMUM TAX (AMT)		
	MFJ	SINGLE
Exemption Amount	\$137,000	\$88,100
28% Tax Rate On Income Over	\$239,100	\$239,100
Exemption Phaseout Threshold	\$1,252,700	\$626,350
Exemption Phaseout Rate	25%	25%
Exemption Elimination	\$1,800,700	\$978,750

SECTION 199A QBI DEDUCTION		
	MFJ	SINGLE
Phaseout Range	\$100,000	\$50,000
Deduction (expiring 12/31/2025)	20% ³	

SECTION 168 BONUS DEPRECIATION (BUSINESS OWNERS)	
Depreciation Amount	40% (purchases in 2025, expiring in 2027)

ESTATE & GIFT TAX LIFETIME EXEMPTION	\$13,990,000 (decreasing on 1/1/2026)
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POST-OB BB (CURRENT LAW) ¹	
IDR PLANS FOR FEDERAL STUDENT LOANS	
SAVE/REPAYE	Eliminated
IBR	Available (no PFH needed)
PAYE/ICR	Available (phased out by 7/1/2028)
RAP	Available (starting 7/1/2026) ²

ALTERNATIVE MINIMUM TAX (AMT)		
	MFJ	SINGLE
Exemption Amount	\$137,000	\$88,100
28% Tax Rate On Income Over	\$239,100	\$239,100
Exemption Phaseout Threshold	\$1,000,000 ²	\$500,000 ²
Exemption Phaseout Rate	50% ²	50% ²
Exemption Elimination	\$1,274,000 ²	\$676,200 ²

SECTION 199A QBI DEDUCTION		
	MFJ	SINGLE
Phaseout Range	\$150,000 ²	\$75,000 ²
Deduction (permanent)	20% ³	
Minimum Deduction Amount	\$400 ^{2,3}	

SECTION 168 BONUS DEPRECIATION (BUSINESS OWNERS)	
Depreciation Amount	100% (purchases after 1/19/2025, permanent)

ESTATE & GIFT TAX LIFETIME EXEMPTION	\$15,000,000 (permanent) ²
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¹ Unless indicated by another footnote, all "Post-OB BB" changes (i.e., the right-hand column) are assumed to be effective in 2025.

² Effective starting in 2026.

³ Subject to phaseout rules and/or other limitations.

⁴ For many states, the MAGI range is 138–400% of the FPL (as opposed to 100–400%).