D|A|DAVIDSON

**KINEKE GIBSON WEALTH MANAGEMENT**
Advisors with D.A. Davidson & Co. member SIPC

WINTER 2026

**Margaret Kineke, CFP®**
Senior Vice President,
Financial Advisor
(206) 389-8018
mkineke@dadco.com

**Emma Gibson, CWS®**
Associate Vice President,
Financial Advisor
(206) 389-4027
egibson@dadco.com

**Julie Strömberg, CWS®, FPQP®**
Senior Registered
Financial Planning Associate
(206) 389-8017
jstromberg@dadco.com

***Caretakers of your wealth, focusing on financial peace of mind.***

**IN THIS ISSUE:**

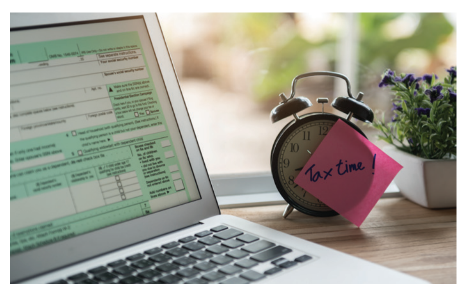


# Estimated Mailing Dates for Tax Documents

| | | |
|---|---|---|
| **FEBRUARY 2, 2026** | **1099-R** | Distributions from Pensions, Annuities, Retirement or Profit-Sharing Plans, IRSs, Insurance Contracts, etc. |
| **FEBRUARY 2, 2026** | **1099-Q** | Payments from Qualified Education Programs (Under Sections 529 and 530) |
| **FEBRUARY 17, 2026 THROUGH MARCH 17, 2026** | **1099 Consolidated Forms** | Account activity reportable on IRS forms: 1099-B, 1099-DIV, 1099 INT, 1099-MISC, 1099-OID |
| **MARCH 17, 2026** | **1099 Consolidated Forms (Delayed Reporting)** | Account activity reportable on IRS forms 1099-B, 1099-DIV, 1099 INT, 1099-MISC, 1099-OID reflecting late reclassification of income and/or for securities containing mortgage-backed pools issued by FNMA (Fannie Mae), FHLMC (Freddie Mac) and GNMA (Ginnie Mae), or Real Estate Mortgage Investment Conduit (REMIC) |
| **APRIL 30, 2026** | **5498-ESA** | Contributions to a Coverdell ESA made from January 1, 2025 through April 15, 2025, designated for 2025 |
| **JUNE 1, 2026** | **5498** | IRA Contribution Information |

**ACCESSING 1099 TAX DOCUMENTS ONLINE:** *Tax documents are available online through the D.A. Davidson Client Access site on the mailing date. If you are not enrolled, please contact your financial professional or log on to the website, access.davidsoncompanies.com, to self-enroll. TurboTax® or H&R Block® programs can be used to upload the reportable activity that occurred in your D.A. Davidson account. 1099 transaction details are also available via a CSV download. A username and password are required to complete this process when using either tax preparation program. The username is the account number, and the password is the unique document identification number printed in the upper right corner of your tax document. The document ID should be entered without spaces. For assistance, please contact the Client Access Support team at ClientAccessHelp@dadco.com or at 1-800-575-9503.*

## New This Year - eDelivery!




In our ongoing efforts to replace paper mailing with electronic delivery, **we will no longer send paper copies of tax documents if you have opted into eDelivery.**

As in the past, you will receive an electronic notification when tax documents are available to view and download from the Client Access website. You will have quick and easy access to view your tax documents any times after they are posted.

If you have not already signed up for eDelivery, we encourage our clients to do so as this gives you faster, more secure access to your documents while reducing the risk of lost or delayed mail. It's convenient, environmentally friendly, and allows documents to be viewed anytime from any device.

*You may change your eDelivery election at any time on the Account Settings page of Client Access.*

# 2025-2026 Tax Update

D|A DAVIDSON

## INCOME TAXES

### 2025

| | IF TAXABLE INCOME IS: OVER | BUT NOT> | THE TAX IS: | OF THE AMOUNT> |
|---|---|---|---|---|
| MARRIED FILING JOINTLY: | $0 | $23,850 | $0 + 10% | $0 |
| | 23,850 | 96,950 | 2,385 + 12% | 23,850 |
| | 96,950 | 206,700 | 11,157 + 22% | 96,950 |
| | 206,700 | 394,600 | 35,302 + 24% | 206,700 |
| | 394,600 | 501,050 | 80,398 + 32% | 394,600 |
| | 501,050 | 751,600 | 114,462 + 35% | 501,050 |
| | 751,600 | -------- | 202,154.50 + 37% | 751,600 |
| SINGLE: | $0 | $11,925 | $0 + 10% | $0 |
| | 11,925 | 48,475 | 1,192.50 + 12% | 11,925 |
| | 48,475 | 103,350 | 5,578.50 + 22% | 48,475 |
| | 103,350 | 197,300 | 17,651 + 24% | 103,350 |
| | 197,300 | 250,525 | 40,199 + 32% | 197,300 |
| | 250,525 | 626,350 | 57,231 + 35% | 250,525 |
| | 626,350 | --------- | 188,769.75 + 37% | 626,350 |
| ESTATES & TRUSTS: | $0 | $3,150 | $0 + 10% | $0 |
| | 3,150 | 11,450 | 315 + 24% | 3,150 |
| | 11,450 | 15,650 | 2,307 + 35% | 11,450 |
| | 15,650 | -------- | 3,777 + 37% | 15,650 |

### 2026

| | IF TAXABLE INCOME IS: OVER | BUT NOT> | THE TAX IS: | OF THE AMOUNT> |
|---|---|---|---|---|
| MARRIED FILING JOINTLY: | $0 | $24,800 | $0 + 10% | $0 |
| | 24,800 | 100,800 | 2,480 + 12% | 24,800 |
| | 100,800 | 211,400 | 11,600 + 22% | 100,800 |
| | 211,400 | 403,550 | 35,932 + 24% | 211,400 |
| | 403,550 | 512,450 | 82,048 + 32% | 403,550 |
| | 512,450 | 768,700 | 116,896 + 35% | 512,450 |
| | 768,700 | -------- | 206,583.50 + 37% | 768,700 |
| SINGLE: | $0 | $12,400 | $0 + 10% | $0 |
| | 12,400 | 50,400 | 1,240 + 12% | 12,400 |
| | 50,400 | 105,700 | 5,800 + 22% | 50,400 |
| | 105,700 | 201,775 | 17,966 + 24% | 105,700 |
| | 201,775 | 256,225 | 41,024 + 32% | 201,775 |
| | 256,225 | 640,600 | 58,448 + 35% | 256,225 |
| | 640,600 | --------- | 192,979.25 + 37% | 640,600 |
| ESTATES & TRUSTS: | $0 | $3,300 | $0 + 10% | $0 |
| | 3,300 | 11,700 | 330 + 24% | 3,300 |
| | 11,700 | 16,000 | 2,346 + 35% | 11,700 |
| | 16,000 | -------- | 3,851 + 37% | 16,000 |

## CAPITAL GAINS TAX:

| Long-Term Capital Gains Rate | Single Taxpayers 2025/2026 | Married Filing Jointly 2025/2026 |
|---|---|---|
| 0% | Up to $48,350/$49,450 | Up to $96,700/$98,900 |
| 15% | $48,351-$533,400/ $49,451-$545,500 | $96,701-$600,050/ $98,901-$613,700 |
| 20% | Over $533,400/$545,500 | Over $600,050-$613,700 |

## CORPORATIONS 2025-2026:

Corporate Income is taxed at **21%**.

Additional 3.8% Net Investment Income Tax (NIIT) on investment income, dividends, and capital gains on those with MAGI greater than $200,000 single and $250,000 married jointly under Health Care and Reconciliation Act of 2010.

## KIDDIE TAX: (Under age 19 or age 24 full-time student with unearned income)

| | 2025 | 2026 | |
|---|---|---|---|
| FIRST | $1,350 | $1,350 | No tax |
| NEXT | $1,350 | $1,350 | 10% rate |
| AMOUNTS OVER | $2,700 | $2,700 | Parent's rate |

## CHILD TAX CREDIT:

$2,200/qualifying dependent child (under age 17 end of 2025). MAGI must be below $400,000 married filing jointly and $200,000 or below for all other filers.

## STANDARD DEDUCTIONS:

| | | ANNUAL | ADD'L AGE 65 OR OLDER, OR BLIND |
|---|---|---|---|
| MARRIED FILING JOINTLY | 2025 | $31,500 | $1,600 |
| | 2026 | $32,200 | $1,650 |
| SINGLE | 2025 | $15,750 | $2,000 |
| | 2026 | $16,100 | $2,050 |

## ESTATE & GIFT TAXES:

| | EXEMPTION | | EXEMPTION |
|---|---|---|---|
| 2025 . . . . . . . . | $13,990,000 | 2026 . . . . . . . . | $15,000,000 |

Both years adjusted for inflation and portability of exemption not used can go to surviving spouse.

**Annual Gift Tax Exclusion: $19,000/$19,000 in 2025/2026**

**GST Tax Exemption (pegged to estate tax exemption): $13,990,000/$15,000,000 (40% rate) in 2025/2026**

## TEMPORARY SENIOR PERSONAL DEDUCTION (2025-2028):

| | SINGLE | MARRIED FILING JOINTLY |
|---|---|---|
| AGE 65+ | $6,000 | $12,000 |

The Senior Deduction is reduced by 6% (but not below zero) for MAGI that exceeds $75,000 for single filers, or $150,000 for joint filers.

## STATE AND LOCAL TAX DEDUCTIONS:

| | SINGLE/MARRIED FILING JOINTLY | MARRIED FILING SEPARATELY |
|---|---|---|
| 2025 | $40,000 | $20,000 |
| 2026 | $40,400 | $20,200 |
| 2027-2029 | Increase by 1% annually through 2029 | |

| MAGI PHASE-OUT | |
|---|---|
| Single | $500,000-$600,000 |
| Married Filing Jointly | $500,000-$600,000 |

| FILING STATUS | MODIFIED ADJUSTED GROSS INCOME (MAGI) 2025 | 2026 | 2025/2026 DEDUCTION |
|---|---|---|---|
| SINGLE | $499,999 or less | $499,999 or less | $40,000/$40,400 Full Deduction |
| | $500,000-$599,999 | $500,000-$599,999 | Partial Deduction |
| | $600,000 or more | $600,000 or more | $10,000 Deduction Max |
| MARRIED FILING JOINTLY | $499,999 or less | $499,999 or less | $40,000/$40,400 Full Deduction |
| | $500,000-$599,999 | $500,000-$599,999 | Partial Deduction |
| | $600,000 or more | $600,000 or more | $10,000 Deduction Max |
| MARRIED FILING SEPARATELY | $249,999 or less | $249,999 or less | $20,000/$20,200 Full Deduction |
| | $250,000-$299,999 | $250,000-$299,999 | Partial Deduction |
| | $300,000 or more | $300,000 or more | $10,000 Deduction Min. |

High Income Taxpayer (above the $505,000 threshold) SALT deduction reduces by 30% of the amount by which their MAGI exceeds the threshold. $10,000 is the minimum SALT deduction.

**2025-2026 MORTGAGE INTEREST** (Acquisition indebtedness is capped at loans of $750,000 started 1/1/2018. Home equity loans for other than home purchase, remodel, etc., no longer deductible (cars, vacations, etc.).

## UNIFORM LIFETIME TABLE

For calculating Required Minimum Distributions from Qualified Plans and Traditional IRAs.

Effective 1/1/26

| CURRENT AGE | DISTRIB. PERIOD |
|---|---|
| 73 | 26.5 |
| 74 | 25.5 |
| 75 | 24.6 |
| 76 | 23.7 |
| 77 | 22.9 |
| 78 | 22.0 |
| 79 | 21.1 |
| 80 | 20.2 |
| 81 | 19.4 |
| 82 | 18.5 |
| 83 | 17.7 |
| 84 | 16.8 |
| 85 | 16.0 |
| 86 | 15.2 |
| 87 | 14.4 |
| 88 | 13.7 |
| 89 | 12.9 |
| 90 | 12.2 |
| 91 | 11.5 |
| 92 | 10.8 |
| 93 | 10.1 |
| 94 | 9.5 |
| 95 | 8.9 |
| 96 | 8.4 |
| 97 | 7.8 |
| 98 | 7.3 |
| 99 | 6.8 |
| 100 | 6.4 |
| 101 | 6.0 |
| 102 | 5.6 |
| 103 | 5.2 |
| 104 | 4.9 |
| 105 | 4.6 |
| 106 | 4.3 |
| 107 | 4.1 |
| 108 | 3.9 |
| 109 | 3.7 |
| 110 | 3.5 |
| 111 | 3.4 |
| 112 | 3.3 |
| 113 | 3.1 |
| 114 | 3.0 |
| 115 | 2.9 |
| 116 | 2.8 |
| 117 | 2.7 |
| 118 | 2.5 |
| 119 | 2.3 |
| 120+ | 2.0 |

## SOCIAL SECURITY:

**BASE AMT. OF MOD. AGI CAUSING SOC. SEC. BENEFITS TO BE TAXABLE:**

| | 50% TAXABLE | 85% TAXABLE |
|---|---|---|
| Married Filing Jointly | $32,000 | $44,000 |
| Single | $25,000 | $34,000 |

**MAX. EARNINGS BEFORE SOC. SEC. BENEFITS ARE REDUCED:**

Assumes full retirement age is 67

| | 2025 | 2026 |
|---|---|---|
| Under age 67 (lose $1 for every $2 earned) | $23,400 | $24,480 |
| Reaching FRA in 2026 (lose $1 for every $3 earned) | $62,160 | $65,160 |
| Age 67 and over | No limit | No limit |

**MAX. COMPENSATION SUBJECT TO FICA TAXES:**

| | 2025 | 2026 |
|---|---|---|
| OASDI (Soc. Sec.) maximum | $176,100 | $184,500 |
| HI (Medicare) maximum | No limit | No limit |

OASDI tax rate: 12.4% self-employed (2025-2026), 6.2% employee (2025-2026)

HI (Medicare) tax rate: 2.9% self-employed (2025-2026), 1.45% employee (2025-2026)

**An additional 0.9% Medicare tax will apply to compensation amount over thresholds:**

Married Filing Jointly – $250,000 Single – $200,000

## QUALIFIED PLANS:

| | 2025 | 2026 |
|---|---|---|
| Max. elective deferral to retirement plans, e.g., 401(k), 403(b) | $23,500 | $24,500 |
| Catch-up contributions | $7,500 | $8,000 |
| Max. elective deferral to SIMPLE plans | $16,500 | $17,000 |
| Max. elective deferral to 457 plans of tax-exempt employers | $23,500 | $24,500 |
| Limit on annual additions to SEP plans | $70,000 | $72,000 |
| Annual compensation threshold requiring SEP contribution | $750 | $800 |
| Limit on annual additions to defined contribution plans | $70,000 | $72,000 |
| Max. annual compensation taken into account for contributions | $350,000 | $360,000 |
| Annual benefit limit under defined benefit plans | $280,000 | $290,000 |
| Threshold amount for definition of highly compensated employee | $160,000 | $160,000 |
| Threshold amount for definition of key employee in top-heavy plans | $230,000 | $235,000 |
| PBGC yearly guaranteed pension amount at age 65 (single life) | $89,181 | $93,477 |

## LONG-TERM CARE INSURANCE:

**Max. Qualified LTC Premiums Eligible for Deduction:**

| | 40 OR LESS | >40<50 | >50<60 | >60<70 | OVER 70 |
|---|---|---|---|---|---|
| **2025** | $480 | $900 | $1,800 | $4,810 | $6,020 |
| **2026** | $500 | $930 | $1,860 | $4,960 | $6,200 |

## HEALTH SAVINGS ACCOUNT (HSA):

| | CONTRIBUTION LIMIT SINGLE | CONTRIBUTION LIMIT (FAMILY) | CATCH-UP (55+) |
|---|---|---|---|
| **2025** | $4,300 | $8,550 | $1,000 |
| **2026** | $4,400 | $8,750 | $1,000 |

## TRADITIONAL IRA DEDUCTIBILITY RULES:

| FILING STATUS | COVERED BY EMPLOYER'S RETIREMENT PLAN? | MODIFIED AGI 2025 | MODIFIED AGI 2026 | DEDUCTIBILITY |
|---|---|---|---|---|
| **ANY** | No | Any amount | | Full deduction |
| **SINGLE** | Yes | $78,999 or less | $80,999 or less | Full deduction |
| | | $79,000-$88,999 | $81,000-$90,999 | Partial deduction |
| | | $89,000 or more | $91,000 or more | No deduction |
| **MARRIED FILING JOINTLY** | Neither spouse covered | Any amount | Any amount | Full deduction |
| | Both spouses covered | $125,999 or less | $128,999 or less | Full deduction |
| | | $126,000-$145,999 | $129,000-$148,999 | Partial deduction |
| | | $146,000 or more | $149,000 or more | No deduction |
| | One spouse covered – For covered spouse | $125,999 or less | $128,999 or less | Full deduction |
| | | $126,000-$145,999 | $129,000-$148,999 | Partial deduction |
| | | $146,000 or more | $149,000 or more | No deduction |
| | One spouse covered – For non-covered spouse | $235,999 or less | $241,999 or less | Full deduction |
| | | $236,000-$245,999 | $242,000-$251,999 | Partial deduction |
| | | $246,000 or more | $252,000 or more | No deduction |

**Qualified Charitable Distribution (QCD) limit** is $108,000 in 2025 and $111,000 in 2026 for IRA and non-spouse beneficiary owners 70½ or older. Once in a lifetime QCD for a Charitable Split Interest $55,000 - Charitable Gift and Charitable Remainder Trust.

## EDUCATION INCENTIVES:

**COVERDELL EDUCATION SAVINGS ACCOUNT PLANS**

**(Education IRAs)** – Contribution limit $2,000

MAGI Phase-Out Range for Contributions to Coverdell Education Savings Accounts:

Married Filing Jointly … $190,000-$220,000 Single … $95,000-$110,000

**QUALIFIED TUITION PROGRAMS – SECTION 529 PLANS**

529 plans may be used for a wider range of qualified expenses including instructional materials, tutoring, online coursework, dual enrollment fees, standardized test costs and educational therapies for students with disabilities. For Tax years beginning after December 31, 2025, the annual cap for K-12 expenses will also double to $20,000 per beneficiary (cap does not apply to higher education). Beginning July 4, 2025, tax-free distributions may be applied to postsecondary credentialing programs including certificate programs, licensing requirements and apprenticeships. Tuition, fees, books, supplies and equipment for these programs are all covered.

**HOPE AND LIFETIME LEARNING CREDITS**

**American Opportunity Tax Credit (Hope Credit)** – max. $2,500, 100% of first $2,000 of education expenses, 25% of expenses from $2,000 to $4,000.

| MAGI Phase-Outs: | 2025-2026 |
|---|---|
| Married Filing Jointly | $160,000-$180,000 |
| Others | $80,000-$90,000 |

**Lifetime Learning Credit** – Up to 20% of first $10,000 of tuition, max. $2,000 credit paid.

| MAGI Phase-Outs: | 2025 | 2026 |
|---|---|---|
| Married Filing Jointly | $160,000-$180,000 | $160,000-$180,000 |
| Others | $80,000-$90,000 | $80,000-$90,000 |

**EXCLUSION OF U.S. SAVINGS BOND INCOME**

| MAGI Phase-Outs: | 2025 | 2026 |
|---|---|---|
| Married Filing Jointly | $149,250-$179,250 | $152,650-$182,650 |
| Others | $99,500-$114,500 | $101,800-$116,800 |

**STUDENT LOAN INTEREST DEDUCTION**
MAX. DEDUCTION $2,500

| AGI Phase-Outs: | 2025 | 2026 |
|---|---|---|
| Married Filing Jointly | $170,000-$200,000 | $175,000-$205,000 |
| Single | $85,000-$100,000 | $85,000-$100,000 |

## ROTH IRAS:

**MAGI Phase-Out Range for Contributions to Roth IRAs:**

| | MARRIED FILING JOINTLY | SINGLE |
|---|---|---|
| **2025** | $236,000-$246,000 | $150,000-$165,000 |
| **2026** | $242,000-$252,000 | $153,000-$168,000 |

## CONTRIBUTION LIMITS – TRADITIONAL AND ROTH:

| | 2024 | 2025 | 2026 |
|---|---|---|---|
| Regular | $7,000 | $7,000 | $7,500 |
| Catch-Up* | $1,000 | $1,000 | $1,100 |

***Only Taxpayers age 50 and over are eligible to make catch-up contributions**

## CATCH-UP CONTRIBUTION LIMITS FOR OTHER QUALIFIED PLAN TYPES:

| | 2025 (Age 50+) | 2026 (Age 50+) | 2026 (Ages 60-63) |
|---|---|---|---|
| 401(k), 403(b), SARSEP and 457 plans | $7,500 | $8,000 | $11,250 |
| SIMPLE plans | $3,500 | $4,000 | $5,250 |

## SAVER'S TAX CREDIT:

**Contributions to Employer Plans and IRAs**

**2025 TAX CREDIT**

**Maximum Credit $2,000 (married) and $1,000 (single).**

**2025 AGI limits below:**

| MARRIED FILING JOINTLY | SINGLE | CREDIT |
|---|---|---|
| $0-$47,500 | $0-$23,750 | 50% of contribution |
| $47,501-$51,000 | $23,751-$25,500 | 20% of contribution |
| $51,001-$79,000 | $25,501-$39,500 | 10% of contribution |
| Over $79,000 | Over $39,550 | Not Available |

**2026 TAX CREDIT**

**Maximum Credit $2,000 (married) and $1,000 (single).**

**2026 AGI limits below:**

| MARRIED FILING JOINTLY | SINGLE | CREDIT |
|---|---|---|
| $0-$48,500 | $0-$24,250 | 50% of contribution |
| $48,501-$52,500 | $24,251-$26,250 | 20% of contribution |
| $52,501-$80,500 | $26,251-$40,250 | 10% of contribution |
| Over $80,500 | Over $40,250 | Not Available |

D|A|DAVIDSON

# Team Tidbits

## Margaret

I am enjoying the increasing light each day and the few crisp, clear days between the wet ones. We had a very pleasant holiday with lots and lots of food and movie watching. For 2026, I'm looking forward to travel with friends and family this year and learning mahjong!

## Emma

One of my winter highlights was my golf team winning the Women's Toptracer Winter League. We had so much fun playing the different virtual courses at Interbay's heated driving range. It is a great way to get outside and continue my practice over the rainy months — I just wish I played as well on a course as I do virtually! My holidays were well spent with my family and loved ones and now I'm looking forward to my trip to Mexico to recharge in the sunshine.

## Julie

My husband and I took our annual mid-December trip to Alaska to celebrate an early holiday with the grand-kids. Returning in time for our basement remodel as well as digging our house out to repair damage from the atmospheric rivers! Amidst the chaos, we hosted a few smaller gath-erings over the holidays followed by some much-needed downtime. I am looking forward to dry and hopefully sunny days soon.


**Please feel free to reach out to us with any questions you have. The three of us are here for you!**

D|A|DAVIDSON

**KINEKE GIBSON WEALTH MANAGEMENT**
Advisors with D.A. Davidson & Co. member SIPC

LEFT TO RIGHT:
**Julie Strömberg, CWS®, FPQP®**
Senior Registered Financial Planning Associate
**Margaret Kineke, CFP®**
Senior Vice President, Financial Advisor
**Emma Gibson, CWS®**
Associate Vice President, Financial Advisor

Columbia Center | 701 5th Avenue, Suite 4050 | Seattle, WA 98104 | kinekegibsonwealthmanagement.dadavidsonfa.com



**Please feel free to share with a friend!**