

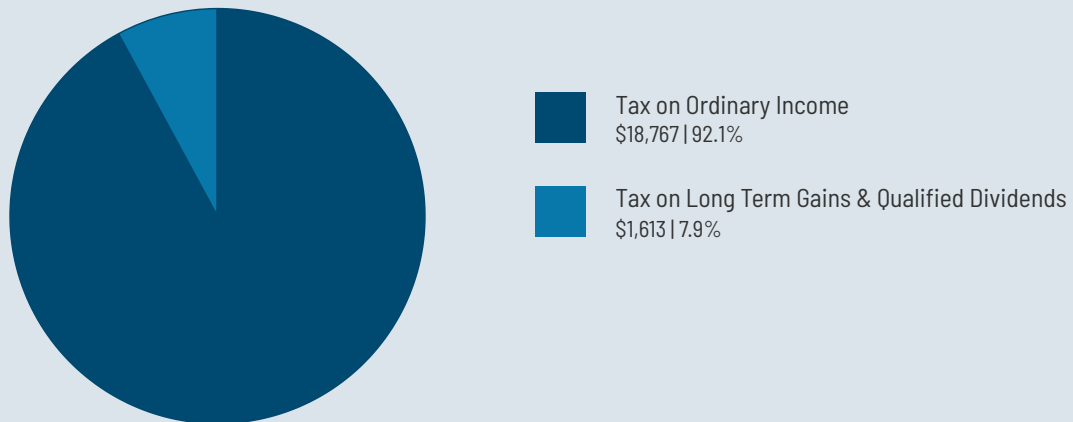


2025 Tax Report for Silas Singlefiler

KEY FIGURES

Total Income	\$140,400	Filing Status	Single	Tax Exempt Interest	\$1,000
Adjusted Gross Income (AGI)	\$139,400	Marginal Bracket	24.0%	Qualified/Ordinary Dividends	\$3,000 / \$4,700
Itemized Deductions	\$18,650	Marginal Cap Gains Rate	15.0%	ST/LT Capital Gains	\$1,000 / \$7,750
Car Loan Interest Deduction	\$2,000	Average Rate	14.5%	Carryforward Loss	\$0
Taxable Income	\$118,750	Effective Rate	17.2%	Credits Claimed	\$0
Total Tax	\$20,380	2026 Safe Harbor	\$20,380		
Deduction Type	Itemized	Tax Exempt Pct. of Total Interest	33.9%		
		Amount Due	\$4,380		

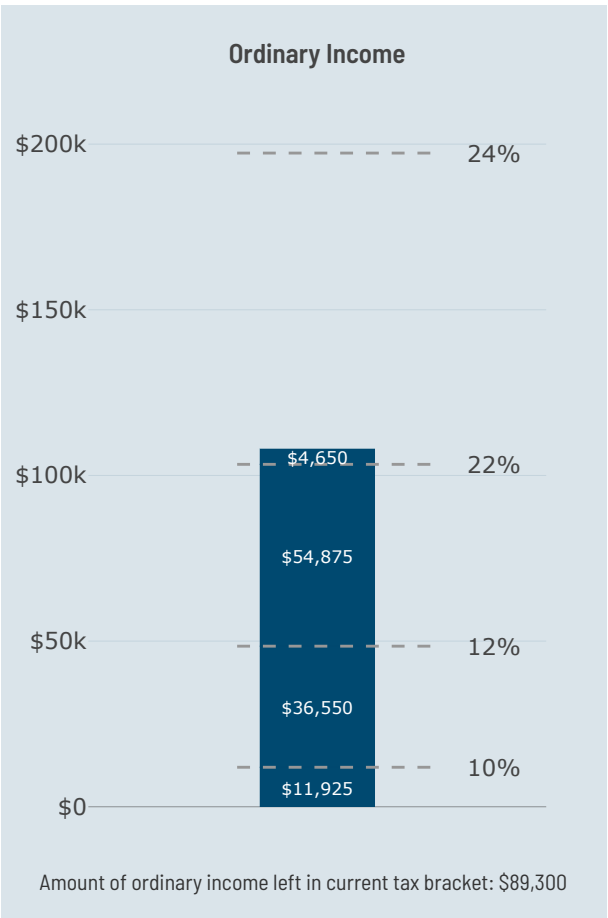
Let's take a look at your Tax Breakdown



Marginal Tax Brackets: Ordinary Income

The marginal tax rate for your ordinary income is as follows:

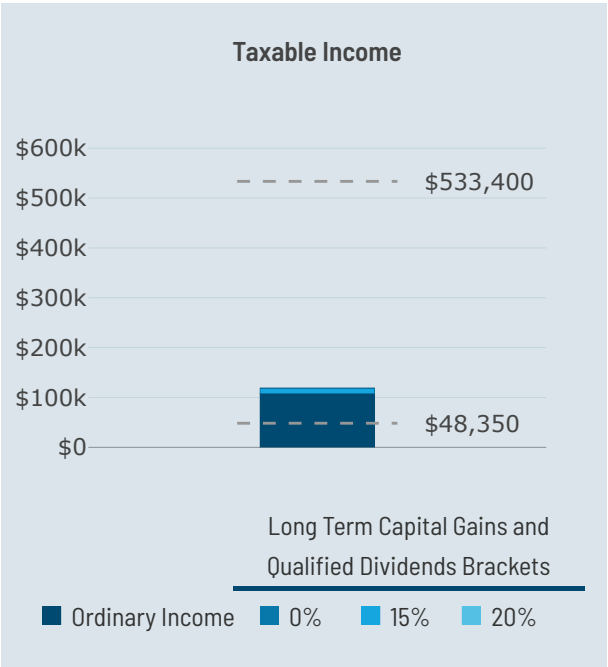
Marginal Rate	Ordinary Income Threshold	Ordinary Income	Tax
10%	\$0 to \$11,925	\$11,925	\$1,193
12%	\$11,925 to \$48,475	\$36,550	\$4,386
22%	\$48,475 to \$103,350	\$54,875	\$12,073
24%	\$103,350 to \$197,300	\$4,650	\$1,116
32%	\$197,300 to \$250,525	\$0	\$0
35%	\$250,525 to \$626,350	\$0	\$0
37%	\$626,350 and above	\$0	\$0
Total		\$108,000	\$18,767



Marginal Tax Brackets: Long Term Capital Gains & Qualified Dividends

Your taxable income of \$118,750 includes \$10,750 of long-term gains and qualified dividends that are taxed at lower rates compared to ordinary income. Long-term gains are added on top of your ordinary income to determine the tax rates that apply.

Marginal Rate	Taxable Income Threshold	Taxable Income	Qualified Income	Tax
0.0%	\$0 to \$48,350		\$0	\$0
15.0%	\$48,350 to \$533,400	\$118,750	\$10,750	\$1,613
20.0%	\$533,400 and above		\$0	\$0
Total			\$10,750	\$1,613



Medicare Part B/D Premiums for 2027

Medicare Parts B and D premiums can be impacted by Modified Adjusted Gross Income* (MAGI). Your MAGI is \$140,400. Amounts are monthly per person.

*MAGI = AGI + Tax-Exempt Interest

MAGI Threshold	MAGI	Part B Premium	Part D Premium
\$0 to \$109,000		\$202.90	Your Plan Premium
\$109,000 to \$137,000		$\$202.90 + \$81.20 = \$284.10$	Your Plan Premium + \$14.50
\$137,000 to \$171,000	\$140,400	$\$202.90 + \$202.90 = \$405.80$	Your Plan Premium + \$37.50
\$171,000 to \$205,000		$\$202.90 + \$324.60 = \$527.50$	Your Plan Premium + \$60.40
\$205,000 to \$500,000		$\$202.90 + \$446.30 = \$649.20$	Your Plan Premium + \$83.30
\$500,000 and above		$\$202.90 + \$487.00 = \$689.90$	Your Plan Premium + \$91.00

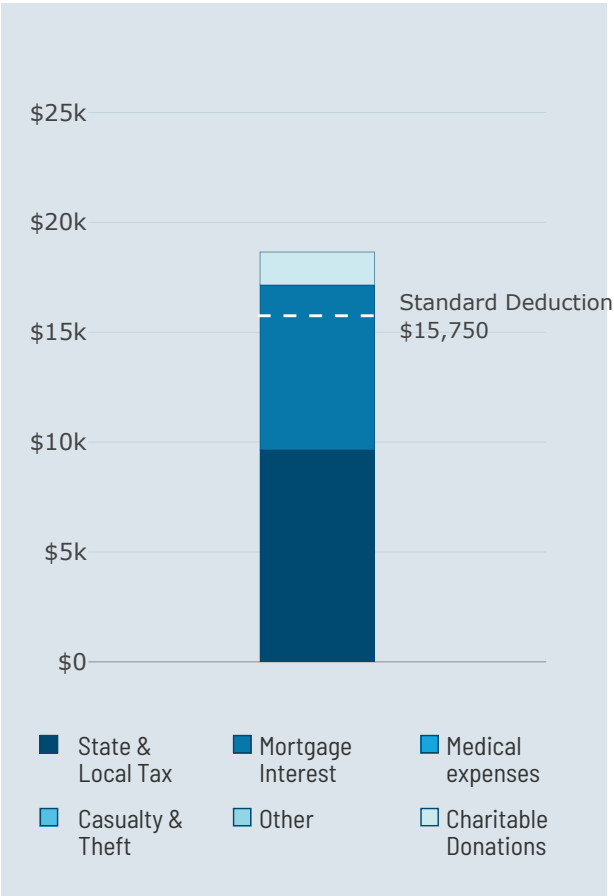
Schedule A

The tax return listed the following items on Schedule A:

ITEMIZED DEDUCTION SUMMARY

Deduction	Amount Claimed
Medical & Dental Expenses	\$0
State & Local Taxes	\$9,650
Mortgage & Investment Interest Expense	\$7,500
Gifts To Charity	\$1,500
Casualty & Theft Losses	\$0
Other Itemized Deductions	\$0
Total Itemized Deductions	\$18,650

Your total itemized deductions exceeded the standard deduction plus any non-itemizer charitable deductions by \$2,900



Schedule B - Income Sources

The tax return listed the following income sources on Schedule B

INTEREST

Description	Amount
TRUIST BANK	\$1,200
NC STATE EMPLOYEES CREDIT UNION	\$750

DIVIDENDS

Description	Amount
FIDELITY	\$4,700

Schedule D - Capital Gains/Losses

The tax return listed the following sources of capital gains/losses

SHORT TERM

Description	Amount
Short Term Gain/Loss for 2025	\$2,000
Short Term Loss Carryover from 2024	(\$1,000)
Total Short Term Gain/Loss for 2025	\$1,000

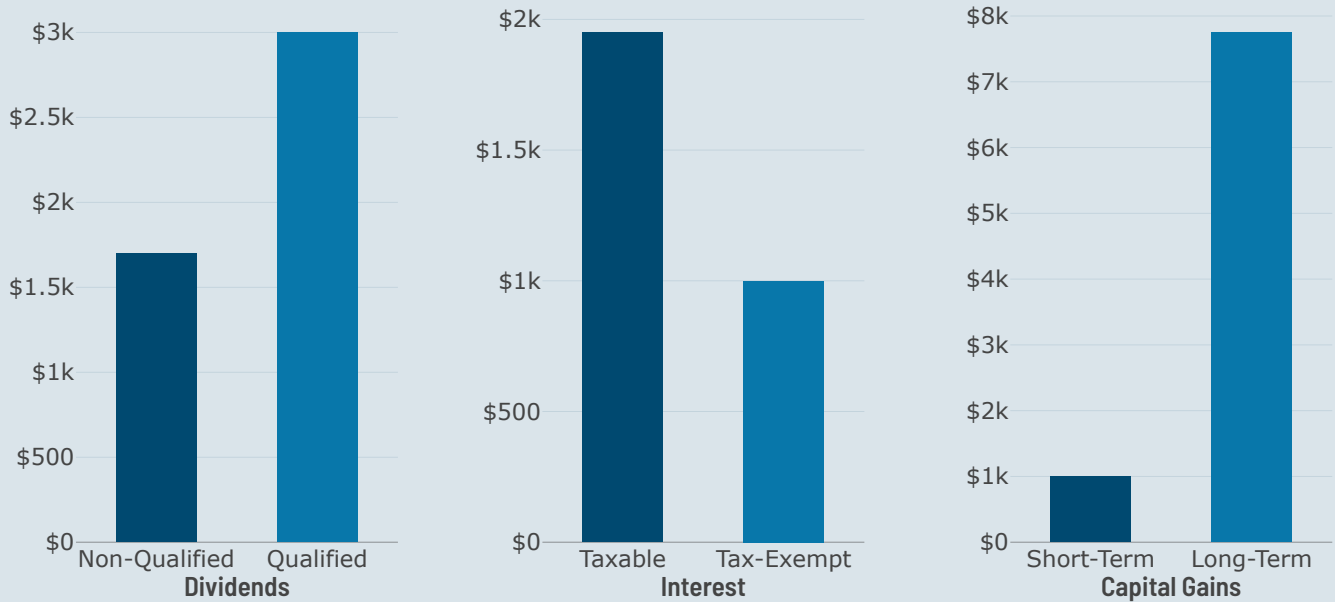
LONG TERM

Description	Amount
Long Term Gain/Loss for 2025	\$5,000
Capital Gain Distributions for 2025	\$2,750
Total Long Term Gain/Loss for 2025	\$7,750

TOTAL		CARRY FORWARD LOSSES TO 2026	
Total Gains/Losses for 2025	\$8,750	Short Term Loss	\$0
		Long Term Loss	\$0

Let's take a look at the tax efficiency of your investment income

Different types of investment income are taxed differently. For example, non-qualified dividends and short-term capital gains are taxed as ordinary income at higher rates, while qualified dividends and long-term capital gains are taxed at lower preferential rates. And depending on your marginal bracket, it may be more tax efficient to use tax-free income vehicles like municipal bonds/bond funds instead of taxable income options.



Modified Adjusted Gross Income (MAGI): Planning Considerations

Certain deductions and tax incentives phase out as income reaches certain levels. The definition of "income" for these phase outs can be different. The term "Modified Adjusted Income" (MAGI) is generally used, but there are several definitions of MAGI that are slightly different from each other.

MAGI Definition 1	\$139,400	
Coverdell ESA	\$95,000 - \$110,000	Above
American Opportunity Credit	\$80,000 - \$90,000	Above
Child Tax Credit	\$200,000 - \$200,000	Under
Lifetime Learning Credit	\$80,000 - \$90,000	Above
Qualified Adoption Expenses Credit	\$259,190 - \$299,190	Under
Savers Credit	\$25,500 - \$39,500	Above
Clean Vehicle Credit (New) - Expires 9/30/2025	\$0 - \$150,000	Under
Clean Vehicle Credit (Used) - Expires 9/30/2025	\$0 - \$75,000	Above
Enhanced Deduction for Seniors	\$75,000 - \$175,000	Phase Out
SALT Deduction Cap	\$500,000 - \$600,000	Under
Qualified Tips Deduction	\$150,000 - \$400,000	Under
Overtime Deduction	\$150,000 - \$275,000	Under
Car Loan Interest Deduction	\$100,000 - \$150,000	Phase Out
MAGI Definition 2	\$139,400	
Net Investment Income Tax	\$0 - \$200,000	Under
MAGI Definition 3	\$139,400	
Roth IRA Contribution	\$150,000 - \$165,000	Under
MAGI Definition 4	\$139,400	
Student Loan Interest Deduction	\$85,000 - \$100,000	Above
MAGI Definition 5	\$139,400	
IRA Contribution Deductibility - Covered by Qualified Plan	\$79,000 - \$89,000	Above
MAGI Definition 6	\$140,400	
ACA Premium Credit	932% of federal poverty limit (48 States and DC)	

Formulas

- MAGI Definition 1: AGI + Foreign Housing Exclusion + Foreign Earned Income Exclusion + Foreign Housing Deduction
- MAGI Definition 2: AGI + Excluded Foreign Earned Income
- MAGI Definition 3: AGI + IRA Deduction + Student Loan Interest Deduction + Tuition and Fees Deduction (2020 only) + Total Foreign Income Exclusions + Foreign Housing Deduction - Taxable Roth Conversion
- MAGI Definition 4: Worksheet 4-1 from Publication 970, Total Income, Several Above the Line Deductions, + Total Foreign Income Exclusions + Foreign Housing Deduction
- MAGI Definition 5: AGI + IRA Deduction + Unemployment Comp. (2020 only) + Student Loan Interest Deduction + Tuition and Fees Deduction (2020 only) + Total Foreign Income Exclusions + Foreign Housing Deduction
- MAGI Definition 6: AGI + Excluded Foreign Income + Nontaxable Social Security Benefits (Including Tier 1 Railroad Retirement Benefits) + Tax Exempt Interest

Deductions & Credits

Deductions reduce the amount of income subject to tax while credits reduce taxes dollar for dollar.

DEDUCTIONS

Claimed	Deduction
HSA Deduction	\$1,000
State, Local, and Other Taxes Deducted	\$9,650
Mortgage and Investment Interest Expense Deduction	\$7,500
Gifts to Charity	\$1,500
Car Loan Interest Deduction	\$2,000

CREDITS

Claimed	Credit	Type
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