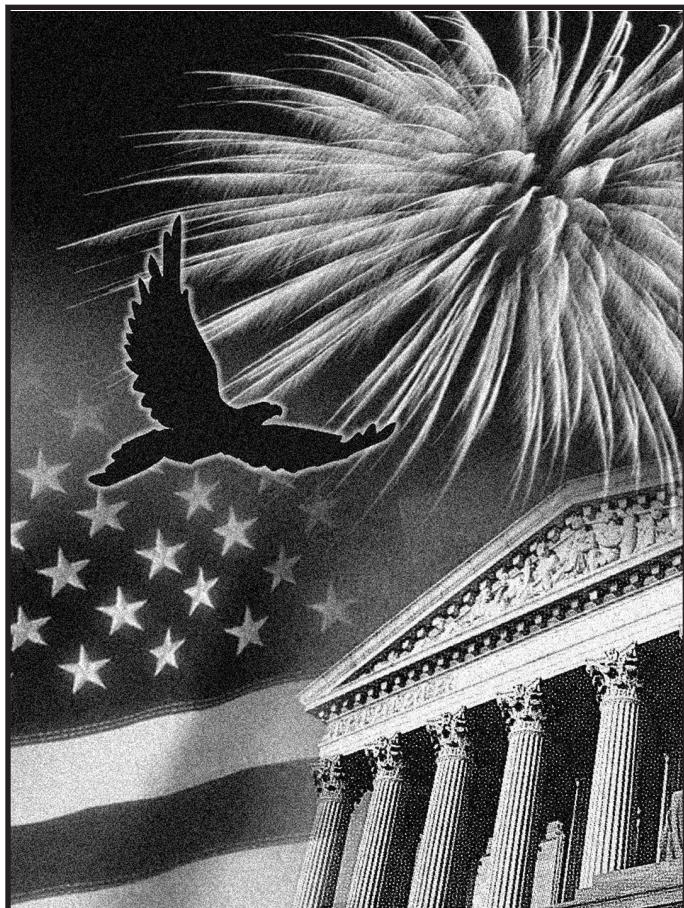




## Publication 3

# Armed Forces' Tax Guide

For use in preparing  
**2025** Returns



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## What's New

**Due date of return.** File Form 1040 or 1040-SR by April 15, 2026.

**Penalty for failure to file.** If your return is more than 60 days late, the minimum penalty will be \$525 or the amount of any tax you owe, whichever is smaller.

**Standard deduction amount increased.** For 2025, the standard deduction amount has been increased for all filers. The amounts are:

- Single or Married filing separately—\$15,750;
- Married filing jointly or Qualifying surviving spouse—\$31,500; and
- Head of household—\$23,625.

For more information, see the Instructions for Form 1040.

**Child tax credit amount increased.** Beginning in 2025, the maximum child tax credit (CTC) amount has increased to \$2,200 for each qualifying child. In addition, beginning in 2025, to be eligible to claim the CTC or ACTC, you must have a valid SSN, which means it must be valid for employment and issued before the due date of your return (including extensions). If you are filing a joint return, only one spouse is required to have a valid SSN in order to be eligible for the CTC and ACTC. The other spouse must have either an SSN or ITIN, and it must have been issued

on or before the due date of the return (including extensions).

**Deductibility of contributions to some organizations serving members of the Armed Forces.** In 2025, a charitable contribution made to a congressionally chartered veteran service organization that is exempt from taxation under section 501(c)(19) of the Internal Revenue Code is deductible for federal income tax purposes. For more information, see Pub. 526, Charitable Contributions.

**Updated reporting requirement for Form 1099-K.** For 2025, payment card companies, payment apps, and online marketplaces will be required to send you a Form 1099-K when the amount of your business transactions during the year is more than \$20,000 in more than 200 transactions. See [Understanding your Form 1099-K](#) for more information.

**Standard mileage rates.** The 2025 rate for business use of a vehicle is 70 cents a mile. The 2025 rate for use of your vehicle to do volunteer work for certain charitable organizations is 14 cents a mile. The 2025 rate for operating expenses for a car when you use it for medical reasons is 21 cents a mile.

**Higher catch-up contribution limit for ages 60 to 63.** If, at the end of 2025, you were at least age 60 but younger than age 64, and you participated in a deferred compensation plan (including most 401(k), 403(b), and governmental 457 plans, and the governmental Thrift Savings Plan), a higher catch-up contribution limit may apply to you. For 2025, this higher catch-up contribution limit is \$11,250. For more information, contact your plan administrator and see Pub. 590-A, Contributions to Individual Retirement Arrangements (IRAs).

**Modified adjusted gross income (AGI) limit for traditional IRA contributions.** For 2025, if you are covered by a retirement plan at work, your deduction for contributions to a traditional IRA is reduced (phased out) if your modified AGI is:

- More than \$126,000 but less than \$146,000 for a married couple filing a joint return or a qualifying surviving spouse,
- More than \$79,000 but less than \$89,000 for a single individual or head of household, or
- Less than \$10,000 for a married individual filing a separate return.

If you either live with your spouse or file a joint return, and your spouse is covered by a retirement plan at work but you aren't, your deduction is phased out if your modified AGI is more than \$236,000 but less than \$246,000. If your modified AGI is \$246,000 or more, you can't take a deduction for contributions to a traditional IRA. See *How Much Can You Deduct?* in Pub. 590-A.

**Modified AGI limit for Roth IRA contributions.** For 2025, your Roth IRA contribution limit is reduced (phased out) in the following situations.

- Your filing status is married filing jointly or qualifying surviving spouse and your modified AGI is at least \$236,000. You can't make a Roth IRA contribution if your modified AGI is \$246,000 or more.

- Your filing status is single, head of household, or married filing separately and you didn't live with your spouse at any time in 2025 and your modified AGI is at least \$150,000. You can't make a Roth IRA contribution if your modified AGI is \$165,000 or more.
- Your filing status is married filing separately, you lived with your spouse at any time during the year, and your modified AGI is more than zero. You can't make a Roth IRA contribution if your modified AGI is \$10,000 or more. See *Can You Contribute to a Roth IRA?* in Pub. 590-A.

**2026 modified AGI limits.** You can find information about the 2026 contribution and AGI limits in Pub. 590-A.

**Tax law changes for 2025.** When you figure how much income tax you want withheld from your pay and when you figure your estimated tax, consider tax law changes effective in 2025. For more information, see Pub. 505, Tax Withholding and Estimated Tax.

**Alternative minimum tax (AMT) exemption amount increased.** The AMT exemption amount is increased to \$88,100 (\$137,000 if married filing jointly or qualifying surviving spouse; \$68,500 if married filing separately). The amount used to determine the phaseout of your exemption has increased to \$626,350 (\$1,252,700 if married filing jointly or qualifying surviving spouse).

**Adoption credit.** The adoption credit and the exclusion for employer-provided adoption benefits have both increased to \$17,280 per eligible child in 2025. The amount begins to phase out if you have modified AGI in excess of \$259,190 and is completely phased out if your modified AGI is \$299,190 or more. Up to \$5,000 of your adoption credit may be refundable. The amount of the refundable portion is determined separately for each eligible child.

**No tax on tips.** You may be eligible to take a deduction for qualified tips paid to you in 2025. You can't deduct more than \$25,000 of those tips. Your deduction will be limited if your modified AGI is more than \$150,000 (\$300,000 if married filing jointly). To be eligible, you and/or your spouse who received the tips must have a valid SSN. If you are married, you must file a joint return.

**No tax on overtime.** If you earned qualified overtime, you may be eligible to deduct up to \$12,500 (\$25,000 if married filing jointly) of your qualified overtime compensation. Your deduction will be limited if your modified AGI is more than \$150,000 (\$300,000 if married filing jointly). To be eligible, you and/or your spouse who received the overtime must have a valid SSN. If you are married, you must file a joint return.

**No tax on car loan interest.** If you paid or accrued qualified passenger vehicle loan interest on a vehicle you purchased in 2025 for personal use, you may be eligible to deduct up to \$10,000 of that interest. Your deduction will be limited if your modified AGI is more than \$100,000 (\$200,000 if married filing jointly).

**Enhanced deduction for seniors.** If you were born before January 2, 1961, you may be eligible for an enhanced deduction for seniors. Your deduction will be limited if your modified AGI is more than \$75,000 (\$150,000 if married filing jointly). To be eligible, you and/or your spouse must

have a valid SSN. If you are married, you must file a joint return. The maximum amount of the deduction is \$6,000 (\$12,000 if both spouses are eligible).

**New Schedule 1-A.** A new schedule to Form 1040, Schedule 1-A, has been created for taxpayers to claim a deduction for the recently enacted deductions for no tax on tips, no tax on overtime, no tax on car loan interest, and the enhanced deduction for seniors. For more information, see the Instructions for Schedule 1-A.

## Reminders

**Future developments.** For the latest information about developments related to Pub. 3, such as legislation enacted after it was published, go to [IRS.gov/Pub3](https://irs.gov/Pub3).

**Who must file.** Generally, the amount of income you can receive before you must file a return has been increased. For more information, see the Instructions for Form 1040.

**Change of address.** If you change your mailing address, be sure to notify the IRS using Form 8822, Change of Address. Mail it to the Internal Revenue Service Center for your old address. (Addresses for the Service Centers are on the back of the form.) Use Form 8822-B, Change of Address or Responsible Party—Business, if you are changing a business address.

**Nontaxable combat pay election.** Beginning in 2024, nontaxable combat pay will be reported on Form 1040 or 1040-SR, line 1i.

**Credits for sick and family leave for certain self-employed individuals are not available.** The credit for sick and family leave for certain self-employed individuals was not extended and you can no longer claim these credits.

**Tuition and fees deduction not available.** The tuition and fees deduction is not available after 2020. Instead, the income limitations for the lifetime learning credit have been increased. See Form 8863 and its instructions.

**Form 1040-X continuous-use form and instructions.** Form 1040-X, Amended U.S. Individual Income Tax Return, and its instructions have been converted from an annual revision to continuous use beginning in tax year 2022. Both the form and instructions will be updated as required. For the most recent version, go to [IRS.gov/Form1040X](https://irs.gov/Form1040X). Section discussions and charts that were updated annually have been removed, or replaced with references to relevant forms, schedules, instructions, and publications. See the forms, schedules, instructions, and publications for the year of the tax return you are amending for guidance on specific topics.

**Choosing to treat a nonresident or dual-status spouse as a U.S. resident.** The Forms 1040 and 1040-SR added a checkbox in the Filing Status section to make the choice to treat your nonresident or dual-status spouse as a U.S. resident. For more information, see the Instructions for Form 1040, or Pub. 519.

**Electronic filing available for Form 1040-X.** You can file Form 1040-X electronically with tax filing software to amend 2021 or later Forms 1040 or 1040-SR. See

[IRS.gov/Filing/Amended-Return-Frequently-Asked-Questions](#) for more information.

**All taxpayers now eligible for Identity Protection PIN.** Beginning in 2021, the IRS Identity Protection PIN (IP PIN) Opt-In Program has been expanded to all taxpayers who can properly verify their identity. An IP PIN helps prevent your social security number from being used to file a fraudulent federal income tax return. You can use the [Get An IP PIN](#) tool on [IRS.gov](#) to request an IP PIN, file Form 15227 if you [meet income requirements](#), or make an appointment to visit a Taxpayer Assistance Center.

**Alimony and separate maintenance payments.** Amounts paid as alimony or separate maintenance payments under a divorce or separation agreement executed after 2018 won't be deductible by the payer. Such amounts also won't be includable in the income of the recipient. Amounts received as alimony or separate maintenance pursuant to a divorce or separation agreement executed on or before December 31, 2018, are includable in the recipient's income unless that agreement was modified after 2018, to expressly provide that alimony received isn't included in your income. See your tax return instructions and Pub. 555.

**Qualified birth or adoption distribution.** Beginning in tax years after 2019, you can take a distribution from your IRA without it being subject to the 10% additional tax for early distributions. For more information, see Pub. 590-B.

**Changes to reporting amounts from Form 1099-K.** Beginning in 2024, if you received a Form(s) 1099-K that shows payments that were included in error or for personal items sold at a loss, you will now enter these amounts in the entry space at the top of Schedule 1 (Form 1040). See Form(s) 1099-K, under *Instructions for Schedule 1* in the Instructions for Form 1040.

**Digital assets received as ordinary income.** If you received digital assets as ordinary income, and that income is not reported elsewhere on your return, you will enter those amounts on Schedule 1 (Form 1040), line 8v. See the instructions for Schedule 1, line 8v.

**Additional child tax credit amount increased.** The amount that can be claimed as a refundable credit, called the additional child tax credit (ACTC), is \$1,700 for each qualifying child.

**Third party designee.** You can check the "Yes" box in the *Third Party Designee* area of your return to authorize the IRS to discuss your return with your preparer, a friend, a family member, or any other person you choose. This allows the IRS to call the person you identified as your designee to answer any questions that may arise during the processing of your tax return. It also allows your designee to perform certain actions. See your income tax return instructions for details.

**Exception to the 10% additional tax for early distributions from certain retirement plans.** The exception to the 10% additional tax for early distributions includes the following.

- Distributions from a retirement plan in connection with federally declared disasters.

- Distributions from a retirement plan made to someone who is terminally ill.
- Distributions to firefighters at age 50 or with 25 years of service under the plan.

See Form 5329 and its instructions and Pub. 590-B for additional exceptions to the 10% additional tax for early distributions and more information.

**Distributions to victims of domestic abuse.** Beginning with distributions made after 2023, a distribution to a domestic abuse victim is not subject to the 10% additional tax on early distributions if certain requirements are met. See Pub. 590-B for more information.

**Distributions for emergency personal expenses.** Beginning with distributions made after 2023, a distribution to an individual for certain emergency personal expenses is not subject to the 10% additional tax on early distributions if certain requirements are met. See Pub. 590-B for more information.

**Educational assistance benefits.** If you receive educational assistance benefits from your employer under an educational assistance program, you can exclude up to \$5,250 of those benefits.

**Photographs of missing children.** The IRS is a proud partner with the [National Center for Missing & Exploited Children® \(NCMEC\)](#). Photographs of missing children selected by the Center may appear in this publication on pages that would otherwise be blank. You can help bring these children home by looking at the photographs and calling 1-800-THE-LOST (1-800-843-5678) if you recognize a child.

## Introduction

This publication covers the special tax situations of active members of the U.S. Armed Forces.

For federal tax purposes, the U.S. Armed Forces includes commissioned officers, warrant officers, and enlisted personnel in all regular and reserve units under control of the Secretaries of the Defense, Army, Navy, and Air Force. The U.S. Armed Forces also includes the Coast Guard and Space Force. The Public Health Service and the National Oceanic and Atmospheric Administration can also receive many of the same tax benefits. The U.S. Armed Forces doesn't include the U.S. Merchant Marine or the American Red Cross.

Members serving in an area designated or treated as a [combat zone](#) are granted special tax benefits. In the event an area ceases to be a combat zone, the IRS will do its best to notify you. Many of the relief provisions will end at that time.

**Tip:** Throughout this publication, we reference the terms "combat pay exclusion" and "combat pay." These terms are also known as "combat zone exclusion" and "combat zone compensation," respectively.

**What isn't covered in this publication.** This publication doesn't cover military retirement pay or veterans' benefits or give the basic tax rules that apply to all taxpayers. For

information on military retirement pay or veterans' benefits, see Pub. 525, Taxable and Nontaxable Income. If you need the basic tax rules or information on another subject not covered here, you can check our other free publications.

**Comments and suggestions.** We welcome your comments about this publication and suggestions for future editions.

You can send us comments through [IRS.gov/FormComments](https://www.irs.gov/FormComments). Or, you can write to the Internal Revenue Service, Tax Forms and Publications, 1111 Constitution Ave. NW, IR-6526, Washington, DC 20224.

Although we can't respond individually to each comment received, we do appreciate your feedback and will consider your comments and suggestions as we revise our tax forms, instructions, and publications. **Don't** send tax questions, tax returns, or payments to the above address.

**Getting answers to your tax questions.** If you have a tax question not answered by this publication or the *How To Get Tax Help* section at the end of this publication, go to the IRS Interactive Tax Assistant page at [IRS.gov/Help/ITA](https://www.irs.gov/Help/ITA) where you can find topics by using the search feature or viewing the categories listed.

**Getting tax forms, instructions, and publications.** Go to [IRS.gov/Forms](https://www.irs.gov/Forms) to download current and prior-year forms, instructions, and publications.

**Ordering tax forms, instructions, and publications.** Go to [IRS.gov/OrderForms](https://www.irs.gov/OrderForms) to order current forms, instructions, and publications; call 800-829-3676 to order prior-year forms and instructions. The IRS will process your order for forms and publications as soon as possible. **Don't** resubmit requests you've already sent us. You can get forms and publications faster online.

## Useful Items

You may want to see:

### Publication

- 17** Your Federal Income Tax
- 54** Tax Guide for U.S. Citizens and Resident Aliens Abroad
- 463** Travel, Gift, and Car Expenses
- 501** Dependents, Standard Deduction, and Filing Information
- 503** Child and Dependent Care Expenses
- 505** Tax Withholding and Estimated Tax
- 516** U.S. Government Civilian Employees Stationed Abroad
- 519** U.S. Tax Guide for Aliens
- 523** Selling Your Home
- 525** Taxable and Nontaxable Income
- 526** Charitable Contributions

- 527** Residential Rental Property
- 529** Miscellaneous Deductions
- 555** Community Property
- 559** Survivors, Executors, and Administrators
- 590-A** Contributions to Individual Retirement Arrangements

- 590-B** Distributions from Individual Retirement Arrangements
- 596** Earned Income Credit
- 970** Tax Benefits for Education
- 3920** Tax Relief for Victims of Terrorist Attacks

### Form (and Instructions)

- 1040** U.S. Individual Income Tax Return
- 1040-SR** U.S. Income Tax Return for Seniors
- 1040-X** Amended U.S. Individual Income Tax Return
- 1310** Statement of Person Claiming Refund Due a Deceased Taxpayer
- 2555** Foreign Earned Income
- 2848** Power of Attorney and Declaration of Representative
- 3903** Moving Expenses
- 4868** Application for Automatic Extension of Time To File U.S. Individual Income Tax Return
- 8822** Change of Address
- 8822-B** Change of Address or Responsible Party—Business
- 9465** Installment Agreement Request
- 8915-F** Qualified Disaster Retirement Plan Distributions and Repayments

See [How To Get Tax Help](#) at the end of this publication for information about getting IRS publications and forms.

## Gross Income

Members of the Armed Forces receive many different types of pay and allowances. Some are included in gross income while others are excluded from gross income.

### Servicemembers' Government Pay Included in Gross Income

You must report the items listed in [Table 1](#) as gross income on your tax return unless the pay is for service in a combat zone. For pay for service in a combat zone, refer to [Table 2](#). The items in Table 1 are taxable. The list in Table 1 isn't exclusive. Also see [Income Items of Special Interest](#), later.

## Table 1. Servicemembers' Government Pay Included in Gross Income

These items are included in gross income, unless the pay is for service in a combat zone.

<b>Basic pay</b>	<ul style="list-style-type: none"><li>• Active duty</li><li>• Attendance at a designated service school</li><li>• Back wages</li><li>• Cadet/midshipman pay</li><li>• Drills</li><li>• Reserve training</li><li>• Training duty</li></ul>
<b>Special pay</b>	<ul style="list-style-type: none"><li>• Aviation career incentives</li><li>• Career sea</li><li>• Diving duty</li><li>• Foreign duty (outside the 48 contiguous states and the District of Columbia)</li><li>• Foreign language proficiency</li><li>• Hardship duty</li><li>• Hostile fire or imminent danger</li><li>• Medical and dental officers</li><li>• Nuclear-qualified officers</li><li>• Optometry</li><li>• Other Health Professional Special Pays (for example, nurse, physician assistant, social work, etc.)</li><li>• Pharmacy</li><li>• Special compensation for assistance with activities of daily living (SCAADL)</li><li>• Special duty assignment pay</li><li>• Veterinarian</li><li>• Voluntary Separation Incentive</li></ul>
<b>Bonus pay</b>	<ul style="list-style-type: none"><li>• Career status</li><li>• Continuation pay</li><li>• Enlistment</li><li>• Officer</li><li>• Overseas extension</li><li>• Reenlistment</li></ul>
<b>Incentive pay</b>	<ul style="list-style-type: none"><li>• Submarine</li><li>• Flight</li><li>• Hazardous duty</li><li>• High Altitude/Low Opening (HALO)</li></ul>
<b>Other pay</b>	<ul style="list-style-type: none"><li>• Accrued leave</li><li>• CONUS COLA</li><li>• High deployment per diem</li><li>• Personal money allowances paid to high-ranking officers</li><li>• Student loan repayment from programs, such as the Department of Defense Educational Loan Repayment Program when the year's service (requirement) isn't attributable to a combat zone, to the extent that qualified higher education expenses exceed \$5,250 annually</li><li>• Certain payments made by an employer after March 27, 2020, and before January 1, 2026, of principal or interest on certain qualified education loans</li></ul>
<b>In-kind military benefits</b>	<ul style="list-style-type: none"><li>• Personal use of a government-provided vehicle</li></ul>

## Servicemembers' Government Pay Items Excluded From Gross Income

Items in [Table 2](#) aren't includable in your gross income though you may have to report them on your income tax return. The list in Table 2 isn't exclusive. See your tax return instructions for more information on specific items. Also see [Income Items of Special Interest](#), later.

**Combat zone pay.** You may also be able to exclude pay for service in a combat zone even though that pay would otherwise be taxable. For information on the exclusion of pay for service in a combat zone and other tax benefits for combat zone participants, see [Combat Zone Exclusion](#) and [Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation](#), later.

## Table 2. Servicemembers' Government Pay Items Excluded From Gross Income

The exclusion for certain items applies whether the item is furnished in kind or is a reimbursement or allowance.

<b>Combat zone pay</b>	<ul style="list-style-type: none"> <li>Compensation for active service while in a combat zone (See <a href="#">Combat Zone Exclusion</a>, later.)</li> </ul> <p><b>Note:</b> The exclusion for certain officers is limited. See <a href="#">Commissioned officers (other than commissioned warrant officers)</a>, later.</p>
<b>Other pay</b>	<ul style="list-style-type: none"> <li>Certain amounts received under the Armed Forces Health Professions Scholarship and Financial Assistance Program payments</li> <li>Certain disability retirement pay, including payments received for injuries incurred as a direct result of a terrorist or military action</li> <li>Group-term life insurance</li> <li>Professional education</li> <li>ROTC educational and subsistence allowances</li> <li>State bonus pay for service in a combat zone (See <a href="#">State bonus payments</a>, later.)</li> <li>Survivor and retirement protection plan premiums</li> <li>Uniform allowances</li> </ul>
<b>Death allowances</b>	<ul style="list-style-type: none"> <li>Burial services</li> <li>Death gratuity payments to eligible survivors</li> <li>Travel of dependents to burial site</li> </ul>
<b>Family allowances</b>	<ul style="list-style-type: none"> <li>Certain educational expenses for dependents</li> <li>Emergencies</li> <li>Evacuation to a place of safety</li> <li>Separation</li> </ul>
<b>Living allowances</b>	<ul style="list-style-type: none"> <li>BAH (See also <a href="#">Can I deduct expenses paid with my excluded BAH?</a>, later.)</li> <li>BAS</li> <li>Housing and cost-of-living allowances abroad paid by the U.S. Government or by a foreign government</li> <li>OHA (Overseas Housing Allowance)</li> </ul>
<b>Moving allowances</b>	<ul style="list-style-type: none"> <li>Dislocation</li> <li>Military base realignment and closure benefit (See <a href="#">Military base realignment and closure benefits</a>, later.)</li> <li>Move-in housing</li> <li>Moving household and personal items</li> <li>Moving trailers or mobile homes</li> <li>Storage</li> <li>Temporary lodging and temporary lodging expenses</li> </ul>
<b>Travel allowances</b>	<ul style="list-style-type: none"> <li>Annual round trip for dependent students</li> <li>Leave between consecutive overseas tours</li> <li>Reassignment in a dependent restricted status</li> <li>Transportation for you or your dependents during ship overhaul or inactivation</li> <li>Per diem</li> <li>Travel benefits under operation hero miles</li> </ul>
<b>In-kind military benefits</b>	<ul style="list-style-type: none"> <li>Dependent-care assistance program</li> <li>Defense counsel services</li> <li>Legal assistance</li> <li>Medical/dental care</li> <li>Commissary/exchange discounts</li> <li>Space-available travel on government aircraft</li> <li>Uniforms furnished to enlisted personnel</li> </ul>

## Income Items of Special Interest

**Death gratuity to a survivor.** Any death gratuity paid to a survivor of a member of the Armed Forces is excluded from the survivor's gross income.

### Can I deduct expenses paid with my excluded BAH?

As noted in Table 2, BAH is excluded from income. This doesn't prevent you from deducting certain expenses paid for with your BAH. You may still be able to deduct mortgage interest and real estate taxes on your home if you

pay these expenses with your BAH. See the Instructions for Schedule A (Form 1040) of your tax return.

**Differential wage payments.** Differential wage payments are taxable. They aren't treated as combat zone pay even if the individual was in a combat zone.

**What are differential wage payments?** Differential wage payments are payments made by an employer (other than the Armed Forces) to an individual. They are paid for a period during which the individual performed services in the uniformed services while on active duty for a period of more than 30 days. These payments represent all or a portion of the wages the individual would have received from the employer if the individual had been performing services for the employer during that period.

**Military base realignment and closure benefits.** Military base realignment and closure benefits paid under the Homeowners Assistance Program (HAP) are generally excluded from income. However, for any property, the sum of all your payments can't be more than the maximum amount described in subsection (c) of 42 U.S.C. 3374 as in effect on November 6, 2009. You must include in income the excess over this maximum amount. For more information about the HAP, see [usace.army.mil/Missions/Military-Missions/Real-Estate/HAP/](http://usace.army.mil/Missions/Military-Missions/Real-Estate/HAP/).

**Qualified reservist distribution (QRD).** The portion of your QRD reported by your employer as wages on Form W-2, Wage and Tax Statement, is included in your gross income and is taxable. The amount reported should be the QRD reduced by the after-tax contributions to your health flexible spending arrangement. This amount is also subject to employment taxes.

**What is a QRD?** With reference to a cafeteria plan or health flexible spending account, a QRD is a distribution to an individual of all or part of the individual's balance in a cafeteria plan or health flexible spending arrangement if:

- The individual was a reservist who was ordered or called to active duty for more than 179 days or for an indefinite period, and
- The distribution is made no sooner than the date the reservist was ordered or called to active duty and no later than the last day reimbursements could otherwise be made under the arrangement for the plan year which includes the date of the order or the call to duty.

**Uniformed Services Traditional Thrift Savings Plan (TSP) distributions.** If you participate in the Uniformed Services Traditional TSP and receive a distribution from your account, the distribution is generally included in your taxable income unless your contributions included tax-exempt combat zone pay.

If your contributions included tax-exempt combat zone pay, the part of the distribution attributable to those contributions is tax exempt. However, the earnings on the tax-exempt portion of the distribution are taxable. The TSP will provide a statement showing the taxable and nontaxable portions of the distribution. For more information on

TSP distributions, see TSPBK26, Tax Rules About TSP Payments.

**Note:** For 2025, combat zone service entitles service members to contribute as much as \$70,000 in a TSP retirement account.

**Note:** The annual additions limit is the total amount of all the contributions made in a calendar year. This limit is per employer and includes money from all sources: employee contributions (tax-deferred, after-tax, and tax-exempt), Agency/Service Automatic (1%) Contributions, and Agency/Service Matching Contributions. It does not include catch-up contributions.

The annual additions limit affects mostly members of the uniformed services who can exceed the annual elective deferral limit. The excess contributions go into the traditional portion of their TSP accounts from tax-exempt pay earned in a combat zone.

**Uniformed Services Roth TSP.** Roth TSP contributions are included in your income. They are after-tax contributions and are subject to the same contribution limits as the traditional TSP. Qualified distributions from your Roth account in the TSP aren't included in your income. For more details, see *Thrift Savings Plan (TSP)* in Part II of Pub. 721, Tax Guide to U.S. Civil Service Retirement Benefits, and TSPBK26.

**State bonus payments.** A state bonus payment will be treated as combat zone pay and may not be taxable if it is made because of your current or former service in a combat zone. See [Combat Zone Defined](#), later, for a list of designated combat zones.

**What are state bonus payments?** A state bonus payment is a bonus payment made to you or to your dependent(s) by a state (or a political subdivision of a state).

## Foreign Source Income

### What Is Foreign Source Income?

For U.S. citizens, foreign source income is income from sources outside the United States. This section only discusses the tax consequences for foreign source income of U.S. citizens.

### Is My Foreign Source Income Taxable?

You must report all of your foreign source income on your tax return, except for those amounts that U.S. law specifically allows you to exclude. This is true whether you reside inside or outside the United States and whether or not you receive a Form W-2 or a Form 1099. This applies to earned income (such as wages and tips) as well as unearned income (such as interest, dividends, capital gains, pensions, rents, and royalties).

Some foreign income may be excluded, but these exclusions aren't available for wages and salaries of military and civilian employees of the U.S. Government. See more

on these exclusions under [Foreign earned income exclusion](#) and [American Samoa and Puerto Rico income exclusion](#) below.

**Foreign earned income exclusion.** Certain taxpayers can exclude income earned in foreign countries. For 2025, this exclusion amount can be as much as \$130,000. However, military and civilian employees of the U.S. Government are not eligible to elect the foreign earned income exclusion. Employees of the U.S. Government include those who work at U.S. Armed Forces exchanges, commissioned and noncommissioned officers' messes, and Armed Forces motion picture services, and similar personnel. Military personnel and/or their spouses may be eligible to elect the foreign earned income exclusion only if they are independent contractors who are not employees of the U.S. Government. Of course, these individuals would need to meet the requirements of the foreign earned income exclusion to qualify. You won't be treated as having a tax home in a foreign country for any period for which your abode is within the United States, unless you are serving in an area designated by the President of the United States by Executive order as a [combat zone](#) in support of the Armed Forces of the United States. For more information on the exclusion, including requirements and the definition of "abode," see Pub. 54.

**American Samoa and Puerto Rico income exclusion.** Residents of American Samoa and Puerto Rico may be able to exclude income from American Samoa and Puerto Rico. However, this territory exclusion doesn't apply to wages and salaries of military and civilian employees of the U.S. Government. If you need information on this territory exclusion, see Pub. 570, Tax Guide for Individuals With Income From U.S. Territories.

## Community Property

The pay you earn as a member of the Armed Forces may be subject to community property laws depending on [your marital status](#), [the nature of the payment](#), and [your domicile](#). These laws may affect how much of your income is included in your gross income for tax purposes. Community property states are Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Texas, Washington, and Wisconsin.

## Marital Status

Community property rules apply to married persons whose domicile during the tax year was in a community

property state. These rules may affect your tax liability if you file separate returns or are divorced during the year.

## Nature of the Payment

Active duty military pay **is** subject to community property laws. Armed Forces retired or retainer pay **may be** subject to community property laws.

For more information on community property laws, see Pub. 555.

## Domicile

Your domicile is the permanent legal home you intend to use for an indefinite or unlimited period, and to which, when absent, you intend to return. It isn't always where you presently live.

**Domicile or tax residence of civilian spouse.** If you are the civilian spouse of an active duty U.S. military servicemember, you can elect to have the same domicile or residence as the servicemember. If your domicile or residence is the same as the servicemember's, you may be able to keep your prior domicile or residence for tax purposes when you accompany your spouse who relocated to a new duty station. For more information about this option, see Pub. 570. You may also elect to have the same domicile or residence as the servicemember.

## Nevada, Washington, and California Domestic Partners

A registered domestic partner in Nevada, Washington, or California must generally report half of their income plus half of the income of their domestic partner. See Form 8958 and Pub. 555.

## Form W-2

### What Information Can I Find on My Form W-2?

Form W-2 shows your total pay and other compensation and the income tax, social security tax, and Medicare tax that was withheld during the year. Form W-2 also shows other amounts that you may find important in box 12.

## Form W-2 Reference Guide for Box 12 Codes

<b>A</b>	Uncollected social security or RRTA tax on tips	<b>B</b>	Uncollected Medicare tax on tips (but not Additional Medicare Tax)	<b>C</b>	Taxable cost of group-term life insurance over \$50,000
<b>D</b>	Elective deferrals to a section 401(k) cash or deferred arrangement plan (including a SIMPLE 401(k) arrangement)	<b>E</b>	Elective deferrals under a section 403(b) salary reduction agreement	<b>F</b>	Elective deferrals under a section 408(k)(6) salary reduction SEP (this includes elective deferrals made to a Roth SEP IRA)
<b>G</b>	Elective deferrals and employer contributions (including nonelective deferrals) to a section 457(b) deferred compensation plan	<b>H</b>	Elective deferrals to a section 501(c)(18)(D) tax-exempt organization plan	<b>J</b>	Nontaxable sick pay
<b>K</b>	20% excise tax on excess golden parachute payments	<b>L</b>	Substantiated employee business expense reimbursements	<b>M</b>	Uncollected social security or RRTA tax on taxable cost of group-term life insurance over \$50,000 (former employees only)
<b>N</b>	Uncollected Medicare tax on taxable cost of group-term life insurance over \$50,000 (but not Additional Medicare Tax) (former employees only)	<b>P</b>	Excludable moving expense reimbursements paid directly to a member of the U.S. Armed Forces	<b>Q</b>	Nontaxable combat pay
<b>R</b>	Employer contributions to an Archer MSA	<b>S</b>	Employee salary reduction contributions under a section 408(p) SIMPLE plan (this includes salary reduction contributions made to a Roth SIMPLE IRA)	<b>T</b>	Adoption benefits
<b>V</b>	Income from exercise of nonstatutory stock option(s)	<b>W</b>	Employer contributions (including employee contributions through a cafeteria plan) to an employee's health savings account (HSA)	<b>Y</b>	Deferrals under a section 409A nonqualified deferred compensation plan
<b>Z</b>	Income under a nonqualified deferred compensation plan that fails to satisfy section 409A	<b>AA</b>	Designated Roth contributions under a section 401(k) plan	<b>BB</b>	Designated Roth contributions under a section 403(b) plan
<b>DD</b>	Cost of employer-sponsored health coverage	<b>EE</b>	Designated Roth contributions under a governmental section 457(b) plan	<b>FF</b>	Permitted benefits under a qualified small employer health reimbursement arrangement
<b>GG</b>	Income from qualified equity grants under section 83(i)	<b>HH</b>	Aggregate deferrals under section 83(i) elections as of the close of the calendar year	<b>II</b>	Medicaid waiver payments excluded from gross income under Notice 2014-7

**Note:** For more information on these codes, see the General Instructions for Forms W-2 and W-3.

## What Do the Codes in Box 12 of Form W-2 Mean?

Box 12 shows amounts not listed in other places on the form. The amounts shown in box 12 are generally preceded by a code. A list of the codes used in box 12 is shown above.

a member of the reserves, you can deduct your unreimbursed travel expenses on your tax return. Include all unreimbursed expenses from the time you leave home until the time you return home. See [How To Report My Reserve-Related Travel Expenses](#), later, for information on how to report these expenses on your tax return.

## Am I a Member of a Reserve Component?

You are a member of a reserve component of the Armed Forces if you are in:

- The Army, Navy, Marine Corps, Air Force, or Coast Guard Reserve;
- The Army National Guard of the United States;
- The Air National Guard of the United States; or
- The Ready Reserve Corps of the Public Health Service.

## Adjustments to Income

Adjusted gross income (AGI) is your total income minus certain adjustments. The following adjustments are of particular interest to members of the Armed Forces.

- [Travel Expenses of Armed Forces Reservists](#).
- [Individual Retirement Arrangements \(IRAs\)](#).
- [Moving Expenses](#).

Each of these adjustments is discussed below.

## Travel Expenses of Armed Forces Reservists

### Are My Travel Expenses as a Reservist Deductible?

If you are a member of a reserve component of the Armed Forces and you travel more than 100 miles away from home in connection with your performance of services as

## How To Report My Reserve-Related Travel Expenses

If you have reserve-related travel that takes you more than 100 miles from home, you should first complete Form 2106, Employee Business Expenses.

On Schedule 1 (Form 1040), line 12, enter the part of your expenses, up to the federal rate, included on Form 2106, line 10, that is for reserve-related travel more than 100 miles from your home.

For more information about this limit, see *Per Diem and Car Allowances* in chapter 6 of Pub. 463.

**Example.** Captain Harris, a member of the Army Reserve, traveled to a location 220 miles from his home to perform his work in the Reserves in April 2025. He incurred \$1,608 of unreimbursed expenses consisting of \$308 for mileage ( $440 \text{ miles} \times 70 \text{ cents a mile}$ ), \$300 for meals, and \$1,000 for lodging. Only 50% of his meal expenses are deductible. He shows his total deductible travel expenses of \$1,458.00 ( $\$308 + \$150 \text{ (50\% of } \$300\text{)} + \$1,000$ ) on Form 2106, line 10. He enters the \$1,458 ( $\$308 + \$150 + \$1,000$ ) for travel over 100 miles from home on Schedule 1 (Form 1040), line 12.

## Individual Retirement Arrangements (IRAs)

An IRA generally includes a traditional IRA or Roth IRA.

### Deductibility of Contributions to My IRA

**Caution: Deductible IRA contributions.** You no longer need to be younger than age  $70\frac{1}{2}$  to take a deduction for your contributions to an IRA.

Generally, you can deduct the lesser of the contributions to your traditional IRA for the year or the general limit (or spousal IRA limit, if applicable). However, if you or your spouse was covered by an employer-maintained retirement plan at any time during the year for which contributions were made, you may not be able to deduct all of the contributions. The Form W-2 you or your spouse receives from an employer has a box used to indicate whether you were covered for the year. The "Retirement plan" box should have a mark in it if you were covered.

For purposes of a deduction for contributions to a traditional IRA, Armed Forces members (including reservists on active duty for more than 90 days during the year) are considered covered by an employer-maintained retirement plan. The "Retirement plan" box on your Form W-2 should have a mark in it. Your deduction for contributions to a traditional IRA may be subject to a phaseout. See *Limit if Covered by Employer Plan* in Pub. 590-A for more information.

**As a military person, do I get additional time to make a contribution to my IRA?** Individuals serving in the U.S. Armed Forces or in support of the U.S. Armed Forces in designated combat zones have additional time to make a contribution to an IRA. For more information on this extension of deadline provision, see *Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation*, later. For more information on contributions to IRAs, see Pub. 590-A.

## Is My Combat Zone Pay Included in IRA Calculations?

For IRA purposes, your compensation includes nontaxable combat zone pay. Even though you don't have to include the combat zone pay in your gross income, you do include it in your compensation when figuring the limits on contributions, and on deductions for contributions, to IRAs.

## Treatment of Distributions (and Repayments of Distributions) From an IRA or Qualified Plan to Qualified Reservists

**Is a QRD subject to the 10% additional tax?** A [QRD](#), defined below, isn't subject to the 10% additional tax on early distributions from certain retirement plans.

**What is a QRD?** With reference to an IRA, a section 401(k) plan, or a 403(b) plan, a distribution you receive is a QRD if the following requirements are met.

- You were ordered or called to active duty after September 11, 2001.
- You were ordered or called to active duty for a period of more than 179 days or for an indefinite period because you are a member of a reserve component (see [Am I a Member of a Reserve Component](#), earlier, under *Travel Expenses of Armed Forces Reservists*).
- The distribution is from an IRA or from amounts attributable to elective deferrals under a section 401(k) or 403(b) plan or a similar arrangement.
- The distribution was made no earlier than the date of the order or call to active duty and no later than the close of the active duty period.

**Can I repay amounts distributed from my IRA, my section 401(k) or 403(b) plan, or a similar arrangement?** You may be able to contribute (repay) to an IRA amounts equal to any [QRD](#) (defined earlier) you received. You can make these repayment contributions even if they would cause your total contributions to the IRA to be more than the general limit on contributions. You may make these repayment contributions to an IRA, even if you received the QRD from a section 401(k) or 403(b) plan or a similar arrangement.

**Is there a limit to the amount I can repay?** Your qualified reservist repayments can't be more than your QRD.

**Is there a time limit for repaying?** You can make these repayment contributions up to and including the date that is 2 years after your active duty period ends.

**Can I deduct qualified reservist repayments?** You can't deduct qualified reservist repayments.

**Will the repayment affect my IRA deduction?** The repayment of QRD doesn't affect the amount you can deduct as an IRA contribution.

**How do you report the repayment?** If you repay a QRD, include the amount of the repayment with nondeductible contributions on line 1 of Form 8606, Nondeductible IRAs.

## Tax Relief for Qualified Disaster Distributions and Repayments

Special rules provide for tax-favored distributions from and repayments to certain retirement plans (including IRAs) on account of economic losses due to disasters declared by the President. To report the qualified distributions and repayments, use Form 8915-F for disasters that occur after 2019. For more information, see the Instructions for Form 8915-F and Pub. 590-B.

## Moving Expenses

You may be able to exclude from income the value of government-provided services and reimbursement. If you weren't reimbursed, you may be able to deduct expenses you incurred when you moved. We discuss both below.

- [Are Reimbursements, or the Value of Services Provided by the Government When I Move, Included in My Income?](#)
- [Which Moving Expenses Are Deductible and Which Aren't.](#)

To deduct moving expenses, you must be a member of the Armed Forces on active duty and your move must be due to a military order and the result of a [permanent change of station](#) (defined next).

**What constitutes a permanent change of station?** A permanent change of station includes:

- A move from your home to your first post of active duty,
- A move from one permanent post of duty to another, and
- A move from your last post of duty to your home or to a nearer point in the United States. The move must occur within 1 year of ending your active duty or within the period allowed under the Joint Travel Regulations.

**Are there additional considerations when a spouse or dependent moves?** If you are the spouse or dependent of a member of the Armed Forces who deserts, is imprisoned, or dies while on active duty, a permanent change of station for you includes a move to:

- The member's place of enlistment or induction;
- Your, or the member's, home of record; or
- A nearer point in the United States.

If the military moves you to or from a different location than the member, the moves are treated as a single move to your new main job location.

## Are Reimbursements, or the Value of Services Provided by the Government When I Move, Included in My Income?

Don't include in your income the value of moving and storage services provided by the government because of a permanent change of station. Similarly, don't include in income amounts received as a dislocation allowance, temporary lodging expense, temporary lodging allowance, or move-in housing allowance.

Generally, if the total reimbursements or allowances that you receive from the government because of the move are more than your actual moving expenses, the excess is included in your wages on Form W-2. However, if any reimbursements or allowances (other than dislocation allowances, temporary lodging expenses, temporary lodging allowances, or move-in housing allowances) exceed the cost of moving and the excess isn't included in your wages on Form W-2, the excess must still be included in gross income on Form 1040 or 1040-SR, line 1h.

If you must relocate and your spouse and dependents move to or from a different location, don't include in income reimbursements, allowances, or the value of moving and storage services provided by the government to move you and your spouse and dependents to and from the separate locations.

## Which Moving Expenses Are Deductible and Which Aren't

**How much of my moving expenses can I deduct?** If you move because of a [permanent change of station](#), you can deduct the reasonable unreimbursed expenses of moving you and members of your household. See [How To Report Moving Expenses](#), later, for how to report this deduction.

A member of your household is anyone who has both your former home and your new home as their main home. It doesn't include a tenant or employee unless you can claim that person as a dependent on your tax return.

**Which moving expenses can I deduct?** You can deduct expenses (if not reimbursed or furnished in kind) for:

- Moving household goods and personal effects, and
- Travel.

**Moving household goods and personal effects.** You can deduct the expenses of moving your household goods and personal effects, including expenses for hauling a trailer, packing, crating, in-transit storage, and insurance. You can't deduct expenses for moving furniture or other goods you bought on the way from your old home to your new home.

**Storing and insuring household goods and personal effects.** You can include only the cost of storing and insuring your household goods and personal effects within any period of 30 consecutive days after the day

these goods and effects are moved from your former home and before they are delivered to your new home.

**Travel.** You can deduct the expenses of traveling (including lodging within certain limitations, but not meals) from your old home to your new home, including car expenses and airfare. You can deduct as car expenses either:

- Your actual out-of-pocket expenses such as gas and oil, or
- The standard mileage rate of 21 cents a mile.

You can add parking fees and tolls to the amount claimed under either method. You can't deduct any expenses for meals. You can't deduct the cost of unnecessary side trips or lavish and extravagant lodging.

**Moving services and allowances provided by the government.** Don't deduct any expenses for moving services that were provided by the government. Also, don't deduct any expenses that were reimbursed by an allowance you didn't include in income.

## Foreign Moves

A foreign move is a move from the United States or its territories to a foreign country or from one foreign country to another foreign country. A move from a foreign country to the United States or its territories isn't a foreign move. For purposes of determining whether a move is a foreign move, a U.S. military base is not a territory of the United States and moving to a U.S. military base located in a foreign country is a foreign move.

For a foreign move, the deductible moving expenses described earlier are expanded to include the reasonable expenses of the following.

- Moving your household goods and personal effects to and from storage.
- Storing these items for part or all of the time the new job location remains your main job location. The new job location must be outside the United States.

## How To Report Moving Expenses

Figure moving expense deductions on Form 3903. The Form 3903 instructions provide information on how to figure your deduction for qualified expenses that exceed your reimbursements and allowances (including dislocation allowances, temporary lodging expenses, temporary lodging allowances, or move-in housing allowances that are excluded from gross income).

If you qualify to deduct expenses for more than one move, use a separate Form 3903 for each move.

Carry the moving expense deduction from Form(s) 3903, line 5, to Schedule 1 (Form 1040), line 14. For more information, see Form 3903 and its instructions.

# Income Exclusions for Armed Forces Members in Combat Zones

Gross income doesn't include compensation you received for active service in the Armed Forces for any month during any part of which you served in a combat zone or qualified hazardous duty area. The exclusion available to you as a member of the Armed Forces may depend on your rank.

**Enlisted members, warrant officers, and commissioned warrant officers.** If you are an enlisted member, warrant officer, or commissioned warrant officer, you can exclude the following amounts from your income.

- Active duty pay earned in any month you served in a combat zone. See [Combat Zone Exclusion](#), later.
- Imminent danger/hostile fire pay. See [Serving in a Combat Zone](#), later.
- A reenlistment bonus if the voluntary extension or re-enlistment occurs in a month you served in a combat zone.
- Pay for accrued leave earned in any month you served in a combat zone. The DoD must determine that the unused leave was earned during that period.
- Pay received for duties as a member of the Armed Forces in clubs, messes, post and station theaters, and other nonappropriated fund activities. The pay must be earned in a month you served in a combat zone.
- Awards for suggestions, inventions, or scientific achievements you are entitled to because of a submission you made in a month you served in a combat zone.
- Student loan repayments (except for repayments under the Active Duty Health Professions Student Loan Repayment Program (ADHPLRP)). If the entire year of service required to earn the repayment was performed in a combat zone, the entire repayment made because of that year of service is excluded. If only part of that year of service was performed in a combat zone, only part of the repayment qualifies for exclusion. For example, if you served in a combat zone for 5 months,  $\frac{5}{12}$  of your repayment qualifies for exclusion.
- ADHPLRP. If the service member is serving in a combat zone when they meet the eligibility requirements of the loan repayment program, the entirety of the student loan repayment is excluded. If they are not serving in a combat zone when they become eligible under the program, the exclusion will not apply to any portion of the loan repayment.

**Commissioned officers (other than commissioned warrant officers).** If you are a commissioned officer (other than a commissioned warrant officer), you may exclude part of your combat zone pay. There is a limit to the

amount of combat zone pay you can exclude. See [Commissioned officers \(other than commissioned warrant officers\)](#) under *How Much of My Combat Zone Pay Can I Exclude*, later.

## Combat Zone Exclusion

**Tip:** Combat zone exclusion and combat zone pay are also known as combat zone tax exclusion and combat zone compensation, respectively.

### How Much of My Combat Zone Pay Can I Exclude?

**Enlisted member, warrant officer, or commissioned warrant officer.** If you are an enlisted member, warrant officer, or commissioned warrant officer, none of your combat zone pay is included in your income for tax purposes.

**Commissioned officers (other than commissioned warrant officers).** If you are a commissioned officer (other than a commissioned warrant officer), there is a limit to the amount of combat zone pay you can exclude. The amount of your exclusion is limited to the highest rate of enlisted pay (plus imminent danger/hostile fire pay you received) for each month during any part of which you served in a combat zone or were hospitalized as a result of your service there. For 2025, the applicable amount is \$10,983 per month (that is, \$10,758 for the highest enlisted pay + \$225 for imminent danger pay).

**Earned income election.** Though your combat zone pay is excluded from income, you can elect to include it in income in figuring your EIC. See [Can I treat my nontaxable combat zone pay as earned income?](#) under *Earned Income Credit*, later.

### How Do I Report the Combat Zone Exclusion?

Ordinarily, you don't have to do anything for this exclusion to apply. The exclusion will be reflected on your Form W-2. The wages shown in box 1 of your 2025 Form W-2 shouldn't include military pay excluded from your income under the combat zone exclusion provisions. If it does, you will need to get a corrected Form W-2 from your finance office. You can't exclude as combat zone pay any wages shown in box 1 of Form W-2.

### What Is Combat Zone Pay?

**Tip:** Combat zone compensation is also known as combat zone pay.

Combat zone pay is pay received by a member of the U.S. Armed Forces who serves in:

1. A combat zone as designated by the President in an Executive order (see [Combat Zone Defined](#), later);

2. A qualified hazardous duty area designated by Congress while receiving hostile fire pay or imminent danger pay in accordance with 37 U.S.C. 351 (see [Serving in a Combat Zone](#), later); or
3. An area outside the combat zone or qualified hazardous duty area when the DoD certifies that such service is in direct support of military operations in a combat zone or qualified hazardous duty area, and the member receives hostile fire pay or imminent danger pay (see [Serving outside combat zone considered serving in a combat zone](#), later).

The month for which you receive the pay must be a month in which you either:

- [Served in a combat zone](#); or
- [Were hospitalized as a result of wounds, disease, or injury incurred while serving in the combat zone](#).

You don't have to receive the excluded pay while you are in a combat zone, are hospitalized, or in the same year you served in a combat zone.

**Partial month service is treated as full month of service.** If you serve in a combat zone for any part of 1 or more days during a particular month, you are entitled to a combat zone exclusion for that entire month.

**Are my retirement pay and pensions treated as combat zone pay?** Retirement pay and pensions don't qualify for the combat zone exclusion.

**Tip:** Combat Related Special Compensation (CRSC) is a benefit awarded to certain retired veterans with combat-related disabilities. CRSC is excluded from income.

### Combat Zone Defined

A combat zone is any area the President of the United States designates by Executive order as an area in which the U.S. Armed Forces are engaging or have engaged in combat. An area usually becomes a combat zone and ceases to be a combat zone on the dates the President designates by Executive order. To date, [the Afghanistan area](#), [the Kosovo area](#), and [the Arabian Peninsula](#) have been designated as combat zones. Combat zone tax benefits have been designated by Congress for [the Sinai Peninsula](#) of Egypt under certain circumstances. Though [the former Yugoslavia](#) is no longer treated as a combat zone, certain benefits may still be available to those who served in that area at that time. Each of the combat zones, the Sinai Peninsula, and the former Yugoslavia area are discussed below.

**Serving outside combat zone considered serving in a combat zone.** Military service outside a combat zone is considered to be performed in a combat zone if:

- The DoD designates that the service is in direct support of military operations in the combat zone, and
- The service qualifies you for special military pay for duty subject to hostile fire or imminent danger under 37 U.S.C. 351.

Military pay received for this service will qualify for the combat zone exclusion if all of the requirements discussed under [Service Eligible for Combat Zone Exclusion](#), later, other than service in a combat zone, are met and if the pay is verifiable by reference to military pay records.

**The Afghanistan area.** By Executive Order No. 13239, Afghanistan (and the airspace above) was designated as a combat zone beginning September 19, 2001.

The following countries were certified by the DoD for combat zone tax benefits due to their direct support of military operations in the Afghanistan combat zone.

- Jordan and Pakistan (as of September 19, 2001).
- Djibouti (as of July 1, 2002).
- Yemen (as of April 10, 2002).
- Somalia and Syria (as of January 1, 2004).

**Note:** For the Philippines only, the personnel must have deployed in conjunction with Operation Enduring Freedom or Operation Freedom's Sentinel supporting military operations in the Afghanistan combat zone.

**The Kosovo area.** By Executive Order No. 13119 (EO 13119), the following locations (including the airspace above) were designated as a combat zone beginning March 24, 1999.

- Federal Republic of Yugoslavia (Serbia/Montenegro).
- Albania.
- Kosovo.
- The Adriatic Sea.
- The Ionian Sea—north of the 39th parallel.

**Note:** The combat zone designation for Montenegro and Kosovo (previously a province within Serbia) under EO 13119 remains in force even though Montenegro and Kosovo have become independent nations since EO 13119 was signed.

**The Arabian Peninsula.** By Executive Order No. 12744, the following locations (and the airspace above) were designated as a combat zone beginning January 17, 1991.

- The Persian Gulf.
- The Red Sea.
- The Gulf of Oman.
- The part of the Arabian Sea that is north of 10 degrees north latitude and west of 68 degrees east longitude.
- The Gulf of Aden.
- The total land areas of Iraq, Kuwait, Saudi Arabia, Oman, Bahrain, Qatar, and the United Arab Emirates.

The following countries were certified by the DoD for combat zone tax benefits due to their direct support of military operations in the Arabian Peninsula combat zone.

- Jordan (as of March 19, 2003).
- Lebanon (as of February 12, 2015).
- Turkey east of 33.51 degrees east longitude (as of September 19, 2016).

- Israel (as of March 16, 2023). The land area of Israel includes Jerusalem and the Golan Heights and excludes the West Bank and Gaza Strip.
- The land area or adjacent littoral waters of the Cooperative Security Location of Manda Bay, Kenya (as of September 26, 2023).

**Sinai Peninsula.** Section 11026 of Public Law 115-97 designates the Sinai Peninsula of Egypt as a qualified hazardous duty area that is treated as if it were a combat zone. This designation generally applies for the period beginning June 10, 2015. For more information about amending prior-year returns to take advantage of the benefits associated with this designation, see the Instructions for Form 1040-X.

**The former Yugoslavia area.** Section 1 of Public Law 104-117 designated the following locations as qualified hazardous duty areas that were treated as if they were combat zones.

- Bosnia and Herzegovina.
- Croatia.
- Macedonia.

That designation generally applied beginning November 21, 1995, and ending November 1, 2007, allowing, for example, members of the Armed Forces who die by reason of wounds that were incurred in that area and during that period to qualify for special tax treatment upon their deaths.

## Service Eligible for Combat Zone Exclusion

As noted earlier, pay eligible for the combat zone exclusion must have been received for a month in which you either [served in a combat zone](#) or [were hospitalized as a result of wounds, disease, or injury incurred while serving in the combat zone](#). We discuss these below. Also see [Serving outside combat zone considered serving in a combat zone](#), earlier, under *Combat Zone Defined*.

### Serving in a Combat Zone

You are considered to be serving in a combat zone if you are either assigned on official temporary duty to a combat zone or you qualify for hostile fire/imminent danger pay while in a combat zone.

Service in a combat zone includes any periods you are absent from duty because of sickness, wounds, or leave. If, as a result of serving in a combat zone, a person becomes a prisoner of war or is missing in action, that person is considered to be serving in the combat zone so long as they keep that status for military pay purposes.

## Hospitalization as a Result of Wounds, Disease, or Injury Incurred While Serving in a Combat Zone

**Hospitalized while serving in a combat zone.** If you are hospitalized while serving in a combat zone, the wound, disease, or injury causing the hospitalization will be presumed to have been incurred while serving in the combat zone unless there is clear evidence to the contrary.

**Example.** You are hospitalized for a specific disease in a combat zone where you have been serving for 3 weeks, and the disease for which you are hospitalized has an incubation period of 2 to 4 weeks. The disease is presumed to have been incurred while you were serving in the combat zone. On the other hand, if the incubation period of the disease is 1 year, the disease wouldn't have been incurred while you were serving in the combat zone.

**Hospitalized after leaving a combat zone.** In some cases, the wound, disease, or injury may have been incurred while you were serving in the combat zone, even though you weren't hospitalized until after you left. In that case, you can exclude military pay earned while you are hospitalized as a result of the wound, disease, or injury.

**Example.** You were hospitalized for a specific disease 3 weeks after you departed the combat zone. The incubation period of the disease is 2 to 4 weeks. The disease is presumed to have been incurred while serving in the combat zone.

**Time limit on combat zone exclusion for pay received while hospitalized.** If you are hospitalized, you can't exclude any military pay received for any month of service that begins more than 2 years after the end of combat activities in the combat zone. This pay won't be combat zone pay.

## Nonqualifying Presence in a Combat Zone

None of the following types of military service qualify as service in a combat zone.

- Presence in a combat zone while on leave from a duty station located outside the combat zone.
- Passage over or through a combat zone during a trip between two points that are outside a combat zone.
- Presence in a combat zone solely for your personal convenience.

## Gain or Loss From Sale of Home

You may not have to pay tax on all or part of the gain from the sale of your main home. Usually, your main home is the one you live in most of the time. It can be a:

- House,
- Houseboat,
- Mobile home,
- Cooperative apartment, or
- Condominium.

**How much can you exclude?** You can generally exclude up to \$250,000 of gain (\$500,000, in most cases, if married filing a joint return) realized on the sale or exchange of a main home in 2025. The exclusion is allowed each time you sell or exchange a main home, but generally not more than once every 2 years.

**What must you do to be eligible for the exclusion?** You will be eligible for the exclusion if, during the **5-year period** ending on the date of the sale, you:

- Owned the home for at least 2 years (the ownership test), and
- Lived in the home as your main home for at least 2 years (the use test).

It doesn't have to be a single block of time.

**What happens if I don't meet the ownership and use tests?** If you don't meet the ownership and use tests due to a move to a new permanent duty station, you can exclude gain, but the maximum amount of gain you can exclude will be reduced. See Pub. 523 for more details.

**Five-year test period can be suspended for members of the Armed Forces.** You can choose to have the 5-year test period for ownership and use suspended during any period you or your spouse serves on qualified official extended duty as a member of the Armed Forces. This means that you may be able to meet the 2-year use test even if, because of your service, you didn't actually live in your home for the required 2 years during the 5-year period ending on the date of sale.

**Example.** David bought and moved into a home in 2017. He lived in it as his main home for 2½ years. For the next 6 years, he didn't live in it because he was on qualified official extended duty with the Army. He then sold the home at a gain in 2025. To meet the use test, David chooses to suspend the 5-year test period for the 6 years he was on qualifying official extended duty. This means he can disregard those 6 years. Therefore, David's 5-year test period consists of the 5 years before he went on qualifying official extended duty. He meets the ownership and use tests because he owned and lived in the home for 2½ years during this test period.

**Limits on period of suspension.** The period of suspension can't last more than 10 years. You can't suspend the 5-year period for more than one property at a time. You can revoke your choice to suspend the 5-year period at any time.

**Qualified official extended duty.** You are on qualified official extended duty if you serve on extended duty either:

- At a duty station at least 50 miles from your main home, or
- While you live in government quarters under government orders.

You are on extended duty when you are called or ordered to active duty for a period of more than 90 days or for an indefinite period.

#### **What if the property was used for rental or business?**

You may still qualify for a reduced exclusion of the gain from the sale of a home that you have used as a rental property or for business. However, you must meet the ownership and use tests discussed in Pub. 523.

**What if there were periods when I didn't use the property as my main home and wasn't on qualified official extended duty?** If the sale of your main home results in a gain that is allocated to one or more periods of nonqualified use, you can't exclude that gain from your income.

Nonqualified use means any period after 2008 when neither you nor your spouse (or your former spouse) used the property as a main home, with certain exceptions. For example, a period of nonqualified use doesn't include any period (not to exceed a total of 10 years) during which you or your spouse is serving on [qualified official extended duty](#), discussed above. You will be able to exclude the gain attributable to the period during which you or your spouse served on qualified official extended duty.

**Are my losses deductible?** You can't deduct a loss from the sale of your main home.

**More information.** For more information, see Pub. 523.

## **Foreclosures**

There may be tax consequences as a result of compensation payments for foreclosures.

**Payments made for violations of the Servicemembers Civil Relief Act (SCRA).** All servicemembers who received a settlement payment reported on a Form 1099 may need to report the amount on their tax return as income. However, the tax treatment of settlement payments will depend on the facts and circumstances as illustrated below.

**Lump-sum portion of settlement payment.** Generally, you must include the lump-sum payment in gross income. In limited circumstances, you may be able to exclude part or all of the lump-sum payment from gross income. For example, you may qualify to exclude part or

all of the payment from gross income if you can show that the payment was made to reimburse specific nondeductible expenses (such as living expenses) you incurred because of the SCRA violation.

**Interest payment on lump-sum portion of settlement payment.** You must include any interest on the lump-sum portion of your settlement payment in your income.

**Lost equity portion of settlement payment.** If you lost your main home in foreclosure, you should treat the lost equity payment as an additional amount you received on the foreclosure of the home. You will have a gain on the foreclosure only if the sum of the lost equity payment and the value of the main home at foreclosure is more than what you paid for the home. In many cases, this gain may be excluded from income. For more information on the rules for excluding all or part of any gain from the sale (including a foreclosure) of a main home, see Pub. 523.

**The rules that apply to a lost equity payment you received for the foreclosure of a property that wasn't your main home are different.** To find rules for reporting gain or loss on the foreclosure of property that wasn't your main home, see Pub. 544, Sales and Other Dispositions of Assets.

**Interest payment on lost equity portion of settlement payment.** You must include any interest on the lost equity portion of your settlement payment in your income.

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## **Itemized Deductions**

You can no longer claim any miscellaneous itemized deductions, including the deduction for unreimbursed employee business expenses. Miscellaneous itemized deductions are those deductions that would have been subject to the 2%-of-adjusted-gross-income limitation.

If you are an Armed Forces reservist, you may be able to deduct unreimbursed employee business expenses as an adjustment to income. See [Travel Expenses of Armed Forces Reservists](#), earlier. These deductions aren't available for active duty service members.

## **Repayments to Your Employer**

If you had to repay to your employer an amount that you included in your income in an earlier year, you may be able to deduct the repaid amount from your income for the year in which you repaid it. Where you report the repayment on your tax return will depend on the amount of the repayment. See [Repayments](#) in Pub. 525.

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## **Credits**

After you have figured your taxable income and tax liability, you can determine if you are entitled to any tax credits. This section discusses the [child tax credit](#), [additional child tax credit](#), [credit for other dependents](#), [earned income](#)

[credit](#), and [credit for excess social security tax withheld](#). For information on other credits, see your tax form instructions.

## Child Tax Credit, Credit for Other Dependents, and Additional Child Tax Credit

The child tax credit (CTC) is a credit that may reduce your tax by as much as \$2,200 for each of your qualifying children. See [How Much Can I Claim as a CTC](#), later.

The additional child tax credit (ACTC) is a credit you may be able to take if you aren't able to claim the full amount of the CTC. The ACTC is discussed later.

The [credit for other dependents](#) (ODC) is a credit that may reduce your tax by as much as \$500 for each of your qualifying children or other dependents who can't be claimed for the CTC. The amount you may claim for your CTC is calculated together with the amount you may claim for your ODC on the Child Tax Credit and Credit for Other Dependents Worksheet in the instructions for your tax return. These credits are reported on the same line of your return. The ODC is discussed later.

**Caution:** The ACTC is a credit you may be able to take if you aren't able to claim the full amount of the CTC. The CTC isn't the same as the credit for child and dependent care expenses. See Pub. 503 for information on the credit for child and dependent care expenses.

**Tip:** Refunds for returns claiming the ACTC can't be issued before mid-February 2026. This delay applies to the entire refund, not just the portion associated with the ACTC. This delay does not apply if the return claims the CTC unless the return also claims the EIC.

**Can I claim the CTC if I don't have a social security number (SSN) or an individual taxpayer identification number (ITIN)?** If you or your spouse (if filing jointly) doesn't have an SSN or ITIN issued on or before the due date of your 2025 return (including extensions), you can't claim the CTC on either your original or an amended 2025 return, even if you later get an SSN. If an ITIN is applied for on or before the due date of a 2025 return (including extensions) and the IRS issues an ITIN as a result of the application, the IRS will consider the ITIN as issued on or before the due date of the return.

## Is My Child a Qualifying Child?

Your child is a qualifying child for purposes of the CTC if your child meets all seven of the following conditions.

1. Is your son, daughter, stepchild, foster child, brother, sister, stepbrother, stepsister, half brother, or half sister, or a descendant of any of them (for example, your grandchild, niece, or nephew).
2. Was under age 17 at the end of 2025.
3. Didn't provide over half of the child's own support for 2025.

4. Lived with you for more than half of 2025 (but see [Are there exceptions to the time lived with you requirement](#), later).
5. Is claimed as a dependent on your return.
6. Doesn't file a joint return for the year (or files it only to claim a refund of income tax withheld or estimated tax paid).
7. Was a U.S. citizen, a U.S. national, or a U.S. resident alien. If the child was adopted, see [Adopted child](#), later.

**Are there exceptions to the time lived with you requirement?** Temporary absences by you or the other person for special circumstances, such as school, vacation, business, medical care, military service, or detention in a juvenile facility, count as time the person lived with you.

If the person meets all other requirements to be your qualifying child but was born or died in 2025, the person is considered to have lived with you for more than half of 2025 if your home was this person's home for more than half the time they were alive in 2025.

Any other person is considered to have lived with you for all of 2025 if the person was born or died in 2025 and your home was this person's home for the entire time they were alive in 2025.

There are also exceptions for kidnapped children, children lawfully placed with you for legal adoption by you in 2025, eligible foster children placed with you in 2025, and children of divorced or separated parents. For details, see Pub. 501.

**What if my child is the qualifying child of more than one person?** A special rule applies if your qualifying child is the qualifying child of more than one person as only one person can actually treat the child as a qualifying child. For details, see Pub. 501.

**Adopted child.** Your adopted child is always treated as your own child. An adopted child includes a child lawfully placed with you for legal adoption. If you are a U.S. citizen or U.S. national and your adopted child lived with you as a member of your household all year, that child meets [condition 7](#).

## How Much Can I Claim as a CTC?

The maximum amount you can claim for the credit is \$2,200 for each qualifying child under age 17 at the end of 2025, who has an SSN that is valid for employment and issued before the due date of your 2025 return (including extensions). If your child was issued an SSN that wasn't valid for employment and became eligible for a card without the legend "Not valid for employment" by the due date of your return (including extensions), you may claim the CTC on an original or amended return for that tax year even if your child's card wasn't updated by the due date of your return.

**Modified AGI.** For purposes of the CTC and ACTC, your modified AGI is the amount on Form 1040 or

1040-SR, line 11a, plus the following amounts that may apply to you.

- Any amount excluded from income because of the exclusion of income from Puerto Rico.
- Any amount on line 45 and line 50 of Form 2555.
- Any amount on line 15 of Form 4563, Exclusion of Income for Bona Fide Residents of American Samoa.

If you don't have any of the above, your modified AGI is the same as your AGI.

## Claiming the Credit

To claim the CTC and/or ACTC, you must file Form 1040, 1040-SR, or 1040-NR. For each qualifying child, you must check the "Child tax credit" box on line 7 of the Dependents section on page 1 of Form 1040, 1040-SR, or 1040-NR and complete Schedule 8812 (Form 1040). If you meet the residency requirements to claim the ACTC, you will claim the ACTC on Form 1040, 1040-SR, or 1040-NR, line 28. Otherwise, you will claim the CTC on Form 1040, 1040-SR, or 1040-NR, line 19. For more information on these credits, see the Instructions for Form 1040 or the Instructions for Form 1040-NR, and the Instructions for Schedule 8812 (Form 1040).

**Form 8862, who must file.** You must file Form 8862 to claim the CTC, ACTC, or ODC if your ACTC or ODC for a year after 2015 was denied or reduced for any reason other than a math or clerical error. Attach a completed Form 8862 to your 2025 return unless an exception applies. See Form 8862, Information To Claim Certain Credits After Disallowance, and its instructions for more information, including whether an exception applies.

**Caution:** If you take the CTC, ACTC, or ODC even though you aren't eligible and it is determined that your error is due to reckless or intentional disregard of the rules for these credits, you won't be allowed to take the CTC, ACTC, or ODC for 2 years even if you are otherwise eligible to do so. If you fraudulently take the CTC, ACTC, or ODC, you won't be allowed to take the CTC, ACTC, or ODC for 10 years. See the Instructions for Form 8862 for more information. You may also have to pay penalties.

## ODC

This credit is a nonrefundable credit of up to \$500 for each eligible dependent who can't be claimed for the CTC or ACTC. The CTC, ACTC, and ODC are figured using Schedule 8812 (Form 1040).

To claim the credit, you must file Form 1040, 1040-SR, or 1040-NR. For each qualifying child, you must check the "Credit for other dependents" box on line 7 of the Dependents section on page 1 of Form 1040, 1040-SR, or 1040-NR. For more information on the ODC, see the Instructions for Schedule 8812 (Form 1040).

**Form 8862, who must file.** You must file Form 8862 to claim the CTC, ACTC, or ODC if your CTC, ACTC, or ODC for a year after 2015 was denied or reduced for any rea-

son other than a math or clerical error. Attach a completed Form 8862 to your 2025 return to claim the CTC, ACTC, or ODC unless an exception applies. See Form 8862 and its instructions for more information, including whether an exception applies.

**Caution:** If you take the CTC, ACTC, or ODC even though you aren't eligible and it is determined that your error is due to reckless or intentional disregard of the rules for these credits, you won't be allowed to take the ODC for 2 years even if you are otherwise eligible to do so. If you fraudulently take the CTC, ACTC, or ODC, you won't be allowed to take the CTC, ACTC, or ODC for 10 years. See the Instructions for Form 8862 for more information. You may also have to pay penalties.

## ACTC

**What is the ACTC?** This credit is for certain individuals who get less than the full amount of the CTC.

**Tip:** The ODC can't be used to figure the ACTC. Only your CTC can be used to figure your ACTC. If you are claiming the ODC but not the CTC, you can't claim the ACTC.

**Tip:** Refunds for returns claiming the ACTC can't be issued before mid-February 2026. This delay applies to the entire refund, not just the portion associated with the ACTC. This delay does not apply if the return claims the CTC unless the return also claims the EIC.

**Form 8862, who must file.** You must file Form 8862 to claim the ACTC if your CTC, ACTC, or ODC for a year after 2015 was denied or reduced for any reason other than a math or clerical error. Attach a completed Form 8862 to your 2025 return unless an exception applies. See Form 8862 and its instructions for more information, including whether an exception applies.

**Caution:** If you take the CTC, ACTC, or ODC even though you aren't eligible and it is determined that your error is due to reckless or intentional disregard of the rules for these credits, you won't be allowed to take the CTC, ACTC, or ODC for 2 years even if you are otherwise eligible to do so. If you fraudulently take the CTC, ACTC, or ODC, you won't be allowed to take the CTC, ACTC, or ODC for 10 years. See the Instructions for Form 8862 for more information. You may also have to pay penalties.

## Earned Income Credit (EIC)

The EIC is a credit for certain persons who work. The credit may give you a refund even if you don't owe any tax or didn't have any tax withheld.

You must satisfy certain criteria in order to claim the EIC. The criteria you must meet depends on whether you have a qualifying child. Detailed information is provided under [Claiming the EIC if I Have a Qualifying Child](#) and [Claiming the EIC if I Don't Have a Qualifying Child](#), later.

**Form 8862, who must file.** You must file Form 8862 to claim the EIC if your EIC for a year after 1996 was denied or reduced for any reason other than a math or clerical error. Attach a completed Form 8862 to your 2025 return. Don't file Form 8862 if you filed Form 8862 for a tax year after the denial or reduction if the EIC was allowed for that year or if the 10-year period and/or 2-year period in the *Caution* below is over. See Form 8862 and its instructions for details.

**Caution:** If you take the EIC even though you aren't eligible and it is determined that your error is due to reckless or intentional disregard of the EIC rules, you won't be allowed to take the credit for 2 years even if you are otherwise eligible to do so. If you fraudulently take the EIC, you won't be allowed to take the credit for 10 years. You may also have to pay penalties. See Form 8862 and its instructions for details.

**Tip:** Refunds for returns claiming the EIC can't be issued before mid-February 2026. This delay applies to the entire refund, not just the portion associated with the EIC.

**Can I claim the EIC if I don't have an SSN?** If you don't have an SSN by the due date of your 2025 return (including extensions), you can't claim the EIC on either your original or an amended 2025 return, even if you later get an SSN.

## Claiming the EIC if I Have a Qualifying Child

**Caution:** If you are claiming the EIC with a qualifying child, you should follow the **eligibility** rules that apply to filers with a qualifying child or children when determining whether you are eligible to claim the EIC even if your qualifying child hasn't been issued a **valid SSN** on or before the due date of your return (including extensions). However, when calculating the amount of EIC that you are eligible to claim on your return, you should follow the rules that apply to taxpayers who do not have a qualifying child.

If you have a qualifying child (defined later), you must satisfy all nine of the following rules to claim the EIC.

1. You must have earned income (defined later).
2. Your earned income and AGI must each be less than:
  - a. \$61,555 (\$68,675 for married filing jointly) if you have three or more qualifying children,
  - b. \$57,310 (\$64,430 for married filing jointly) if you have two qualifying children, or
  - c. \$50,434 (\$57,554 for married filing jointly) if you have one qualifying child.
3. If you are married, you must file a joint return to claim the EIC or satisfy certain requirements to be considered unmarried for EIC purposes.
4. You generally can't be a qualifying child of another person. If filing a joint return, your spouse also can't be a qualifying child of another person.

5. Your qualifying child can't be used by more than one person to claim the credit. If your qualifying child is the qualifying child of more than one person, you must be the person who can treat the child as a qualifying child. See the *Caution* below. If the other person can claim the child as a qualifying child, you may be able to claim the EIC under the rules for a taxpayer without a qualifying child. For details, see *Rule 9* in Pub. 596.

6. You can't file Form 2555 to exclude income earned in foreign countries, or to deduct or exclude a foreign housing amount. See Pub. 54 for more information about this form.
7. You must be a U.S. citizen or resident alien all year unless:
  - a. You are married to a U.S. citizen or a resident alien,
  - b. Your filing status is married filing jointly, and
  - c. You choose to be treated as a resident alien for the entire year. If you need more information about making this choice, see Resident Aliens, later.
8. Certain investment income must be \$11,950 or less during the year. For most people, this investment income is taxable interest and dividends, tax-exempt interest, and capital gain net income. See Worksheet 1 in Pub. 596 for more information on the investment income includable in the amount that must meet the \$11,950 limit.
9. You must have a valid SSN for yourself, your spouse (if filing a joint return), and any qualifying child.

**Caution:** If you and someone else have the same qualifying child but the other person can't claim the EIC because they aren't eligible or their income or AGI is too high, you may be able to treat the child as a qualifying child. But you can't treat the child as a qualifying child to claim the EIC if the other person uses the child to claim any of the tax benefits listed below.

1. The CTC, ACTC, and ODC.
2. Head of household filing status.
3. The credit for child and dependent care expenses.
4. The exclusion for dependent care benefits.

**How to report.** If you satisfy all these rules, fill out Schedule EIC (Form 1040), Earned Income Credit, and attach it to Form 1040 or 1040-SR. You will claim the EIC on Form 1040, 1040-SR, or 1040-NR, line 27.

**Qualifying child.** Your child is a qualifying child if your child passes four tests and has an SSN, as required under SSN of child, later. The four tests are:

1. Relationship,
2. Age,
3. Residency, and
4. Joint return.

Each test, and the SSN requirement, are discussed below.

**Relationship test.** In order to be classified as a qualifying child, your child must pass the relationship test. Your child passes this test if the child is your:

- Son, daughter, stepchild, or foster child, or a descendant of any of them (for example, your grandchild); or
- Brother, sister, half brother, half sister, stepbrother, or stepsister, or a descendant of any of them (for example, your niece or nephew).

An adopted child is always treated as your own child. The term “adopted child” includes a child who was lawfully placed with you for legal adoption.

Your foster child, for the relationship test, is a child placed with you by an authorized placement agency or by judgment, decree, or other order of any court of competent jurisdiction. An authorized placement agency includes a state or local government agency. It also includes a tax-exempt organization licensed by a state. In addition, it includes an Indian tribal government or an organization authorized by an Indian tribal government to place Indian children.

**Age test.** In order to be classified as a qualifying child, your child must pass the age test. A child passes the age test if they are in at least one of the following categories.

1. **Category 1.** Under age 19 at the end of 2025 and younger than you (or your spouse, if filing jointly).
2. **Category 2.** Under age 24 at the end of 2025, a student (defined below), and younger than you (or your spouse, if filing jointly).
3. **Category 3.** Permanently and totally disabled (defined later) at any time during 2025, regardless of age.

**Student defined.** To qualify as a student, your child must be, during some part of each of any 5 calendar months of 2025:

1. A full-time student at a school that has a regular teaching staff, course of study, and regular student body at the school; or
2. A student taking a full-time, on-farm training course given by a school described in (1), or a state, county, or local government.

The 5 calendar months need not be consecutive.

A school can be an elementary school, junior or senior high school, college, university, or technical, trade, or mechanical school. However, on-the-job training courses, correspondence schools, and schools offering courses only through the Internet don't count as schools for the EIC.

Students who work in co-op jobs in private industry as a part of a school's regular course of classroom and practical training are considered full-time students.

**Permanently and totally disabled.** Your child is permanently and totally disabled if, at any time in 2025, both of the following apply:

1. Your child couldn't engage in any substantial gainful activity because of a physical or mental condition.

2. A doctor determined the condition has lasted or can be expected to last continuously for at least a year or can lead to death.

**Residency test.** In order to be classified as a qualifying child, your child must pass the residency test. A child passes the residency test if they have lived with you in the United States for more than half of 2025.

The IRS may ask you for documents to show you lived with each qualifying child. Documents you might want to keep for this purpose include school and childcare records and other records that show your child's address.

**Caution:** You can't take the credit for a child who didn't live with you for more than half the year even if you paid most of the child's living expenses. But see below for allowable absences.

The United States includes the 50 states and the District of Columbia. It doesn't include U.S. territories such as Guam or Puerto Rico.

U.S. Armed Forces personnel stationed outside the United States on extended active duty are considered to live in the United States during that duty period for purposes of the EIC. Extended active duty means you are called or ordered to active duty for an indefinite period or for a period of more than 90 days. Once you begin serving your extended active duty, you are still considered to have been on extended active duty even if you don't serve more than 90 days.

A child who was born or died in 2025 is treated as having lived with you for more than half of 2025 if your home was the child's home for more than half of the time they were alive in 2025.

Count time that you or your child is away from home on a temporary absence due to a special circumstance as time the child lived with you. Examples of a special circumstance include illness, school attendance, business, vacation, military service, and detention in a juvenile facility.

A child adopted in 2025 who was lawfully placed with you for legal adoption by you in 2025, or the child was an eligible foster child placed with you during 2025, is considered to have lived with you for more than half of 2025 if your main home was this child's main home for more than half the time they were adopted or placed with you in 2025.

A kidnapped child is treated as living with you for more than half of the year if the child lived with you for more than half the part of the year before the date of the kidnapping or following the date of the child's return. The child must be presumed by law enforcement authorities to have been kidnapped by someone who isn't a member of your family or your child's family. This treatment applies for all years until the child is returned. However, the last year this treatment can apply is the earlier of:

1. The year there is a determination that the child is dead, or
2. The year the child would have reached age 18.

If your qualifying child has been kidnapped and meets these requirements, enter "KC," instead of a number, on line 6 of Schedule EIC.

**Joint return test.** In order to be classified as a qualifying child, your child must satisfy the joint return test. There are two parts to this test.

First, the child can't file a joint return for the year (unless the joint return is filed only as a claim for refund of income tax withheld or estimated tax paid).

Second, even if your child doesn't file a joint return, if your child was married at the end of the year, they can't be your qualifying child unless:

1. You can claim the child as a dependent, or
2. The reason you can't claim the child as a dependent is that you let the child's other parent claim the child as a dependent under the special rule for divorced or separated parents (or parents who live apart) described in Pub. 596 and the Instructions for Form 1040.

**SSN of child.** In order to be classified as a qualifying child, your child must have a valid SSN unless the child was born and died in 2025. If a child didn't have an SSN on or before the due date of your return (including extensions), you can't count that child as a qualifying child in figuring the EIC on either your original or an amended 2025 return, even if that child later gets an SSN. You can't claim a higher EIC credit amount on the basis of a qualifying child if:

1. Your qualifying child's SSN is missing from your tax return or is incorrect;
2. Your qualifying child's social security card says "Not valid for employment" and was issued for use in getting a federally funded benefit; or
3. Instead of an SSN, your qualifying child has:
  - a. An ITIN which is issued to a noncitizen who can't get an SSN; or
  - b. An adoption taxpayer identification number (ATIN), which is issued to adopting parents who can't get an SSN for the child being adopted until the adoption is final.

If you have more than one qualifying child and only one has a valid SSN, you can claim a higher EIC credit amount only for that one child.

**More information.** For more information on the EIC, see Pub. 596.

## Claiming the EIC if I Don't Have a Qualifying Child

If you don't have a qualifying child, you can take the credit if you satisfy all 11 of the following rules.

1. You must have earned income (defined later).
2. Your earned income and AGI must each be less than \$19,104 (\$26,214 for married filing jointly).

3. If you are married, see *Special rule for separated spouses* in Pub. 596 for more details.
4. You can't be a qualifying child of another person. You automatically meet this requirement if you are claiming the EIC on a joint return.
5. You must be at least age 25 but under age 65 at the end of 2025. If you are married filing a joint return, either you or your spouse must be at least age 25 but under age 65 at the end of 2025. It doesn't matter which spouse meets the age test, as long as one of the spouses does. See Pub. 596 for more details.

You meet the age test if you were born after December 31, 1960, and before January 2, 2001. If you are married filing a joint return, you meet the age test if either you or your spouse was born after December 31, 1960, and before January 2, 2001.

If neither you nor your spouse meets the ages test, you can't claim the EIC. Enter "No" on the dotted line next to line 27a (Form 1040 or 1040-SR).

6. You can't be claimed as a dependent by anyone else on that person's return. You automatically meet this requirement if you are claiming the EIC on a joint return.
7. Your main home (and your spouse's, if filing a joint return) must be in the United States for more than half the year. Your home can be any location where you regularly live. You don't need a traditional home. (U.S. military personnel stationed outside the United States on extended active duty, discussed earlier, are considered to be living in the United States.)
8. You can't file Form 2555.
9. You must be a U.S. citizen or resident alien all year unless:
  - a. You are married to a U.S. citizen or a resident alien,
  - b. Your filing status is married filing jointly, and
  - c. You choose to be treated as a resident alien for the entire year.
10. Certain investment income must be \$11,950 or less during the year. For most people, this investment income is taxable interest and dividends, tax-exempt interest, and capital gain net income. See Worksheet 1 in Pub. 596 for more information on the investment income includible in the amount that must meet the \$11,950 limit.
11. You (and your spouse, if filing a joint return) must have a valid SSN.

**How to report.** If you satisfy all 11 of these rules, fill out Worksheet A or B (whichever applies) for line 27a in your tax form instructions to figure the amount of your credit.

**More information.** For more information, see Pub. 596.

## How Do I Figure My Earned Income?

When figuring your earned income for the EIC, you must know [what counts as earned income](#) as well as [what doesn't count as earned income](#). Both categories of income are described below.

### What is included in my earned income for the EIC?

For purposes of the EIC, earned income generally includes the following.

- Wages, salaries, tips, and other taxable employee pay.
- Net earnings from self-employment.
- Gross income received as a statutory employee.
- Nontaxable combat zone pay if you elect to include it in earned income. See [Can I treat my nontaxable combat zone pay as earned income?](#) next.

**Can I treat my nontaxable combat zone pay as earned income?** You can elect to include your nontaxable combat zone pay in earned income for the EIC. If you make the election, you must include in earned income all nontaxable combat zone pay you received. If you are filing a joint return and both you and your spouse received nontaxable combat zone pay, you can each make your own election. In other words, if one of you makes the election, the other one can also make it but doesn't have to.

The amount of your nontaxable combat zone pay should be shown on your Form W-2 in box 12 with code Q. Electing to include nontaxable combat zone pay in earned income may increase or decrease your EIC.

Figure the credit with and without your nontaxable combat zone pay before making the election. Whether the election increases or decreases your EIC depends on your total earned income, filing status, and number of qualifying children. If your earned income without your combat zone pay is less than the amount shown below for your number of children, you may benefit from electing to include your nontaxable combat zone pay in earned income and you should figure the credit both ways. If your earned income without your combat zone pay is equal to or more than these amounts, you won't benefit from including your combat zone pay in your earned income.

- \$8,490 if you have no qualifying children.
- \$12,730 if you have one qualifying child.
- \$17,880 if you have two or more qualifying children.

The following examples illustrate the effect of including nontaxable combat zone pay in earned income for the EIC.

**Example 1—Election increases the EIC.** Gray and Jaidyn are married, were born in 1988, and will file a joint return. They have one qualifying child. Gray was in the Army and earned \$15,000 (\$5,000 taxable wages + \$10,000 nontaxable combat zone pay). Jaidyn worked part of the year and earned \$2,000. Their taxable earned income and AGI are both \$7,000. Gray and Jaidyn qualify for the EIC and fill out the Worksheet A—2025 EIC—Line 27a in the Form 1040 instructions.

When they complete Worksheet A without adding the nontaxable combat zone pay to their earned income, they find their credit to be \$2,389. When they complete Worksheet A with the nontaxable combat zone pay added to their earned income, they find their credit to be \$4,213. Because making the election will increase their EIC, they elect to add the nontaxable combat zone pay to their earned income for the EIC. They enter \$4,213 on line 27a, and they enter \$10,000 on line 1i of their Form 1040.

**Example 2—Election doesn't increase the EIC.** The facts are the same as in [Example 1](#), except Gray had taxable wages of \$5,000 and nontaxable combat pay of \$35,000. When Gray and Jaidyn add their nontaxable combat pay to their earned income, they find their credit to be \$2,242. Because the credit they can get if they don't add the nontaxable combat pay to their earned income is \$2,389, they decide not to make the election. They enter \$2,389 on line 27a of their Form 1040.

**What isn't earned income for the EIC?** When figuring your earned income for purposes of the EIC, don't include any of these amounts.

- Basic pay or special, bonus, or other incentive pay that is subject to the combat zone exclusion (unless you make the election described earlier under [Can I treat my nontaxable combat zone pay as earned income?](#)).
- BAH.
- BAS.
- Any other nontaxable employee compensation.
- Interest and dividends.
- Social security and railroad retirement benefits.
- Certain workfare payments.
- Pensions or annuities.
- Veterans' benefits (including VA rehabilitation payments).
- Workers' compensation.
- Unemployment compensation.
- Alimony and child support.

## The IRS Can Figure Your Credit for You

There are certain instructions you must follow before the IRS can figure the credit for you. See *IRS Will Figure the EIC for You* in Pub. 596.

## Credit for Excess Social Security Tax Withheld

Most employers must withhold social security tax from your wages. If you worked for two or more employers in 2025 and you earned more than \$176,100, you may be able to take the credit for excess social security tax withheld. The maximum amount of social security tax that should have been withheld for 2025 is \$10,918.20. You

are eligible for the credit for excess social security tax withheld only if you had more than one employer. You should use the Credit for Excess Social Security Tax Withheld Worksheet to figure your credit.

**Caution:** All wages are subject to Medicare tax withholding.

**What if one of my employers withheld more than \$10,918.20?** If any one employer withheld more than \$10,918.20 in social security taxes in 2025, you can't take a credit for the excess social security tax withheld over \$10,918.20 by that employer. The employer should adjust the tax for you. If the employer doesn't adjust the overcollection, you can file a claim for refund using Form 843, Claim for Refund and Request for Abatement.

**Joint return.** If you are filing a joint return, you can't add the social security tax withheld from your spouse's wages to the amount withheld from your wages in determining whether you or your spouse had excess social security tax withheld. You must figure the withholding separately for you and your spouse to determine if either of you has excess withholding.

**Credit for Excess Social Security Tax Withheld Worksheet.** You can use the Credit for Excess Social Security Tax Withheld Worksheet to figure your credit for excess social security tax withheld on wages in 2025 only if you had no wages in 2025 from employers that were railroads. If you worked for a railroad employer in 2025, see [Do I figure my credit differently if I am a railroad employee?](#) next.

**Do I figure my credit differently if I am a railroad employee?** If you work for a railroad employer, the discussion in this section doesn't apply to you. Your railroad employer must withhold tier 1 railroad retirement (RRTA) tax and tier 2 RRTA tax. See chapter 2 of Pub. 505 for more information.

**How to take the credit.** Enter the credit on Schedule 3 (Form 1040), line 11.

## Forgiveness of Decedent's Tax Liability

Tax liability can be forgiven if a member of the U.S. Armed Forces dies:

- While in active service in a combat zone (see [Combat Zone Related Forgiveness](#), later);
- From wounds, disease, or injury received in a combat zone (see [Combat Zone Related Forgiveness](#), later); or
- From wounds or injury incurred in a terrorist or military action (see [Terrorist or Military Action Related Forgiveness](#), later).

**What does tax forgiveness mean?** When there is tax forgiveness, the following occurs.

- If the tax being forgiven hasn't yet been paid, it may not have to be paid.
- If the tax being forgiven has been paid, the payment may be refunded.

[How Do I Make a Claim for Tax Forgiveness](#), later, provides details.

## Combat Zone Related Forgiveness

Combat zone related forgiveness occurs when an individual meets both of the following criteria.

1. Is a member of the U.S. Armed Forces at death.
2. Dies while in active service in a combat zone, or at any place from wounds, disease, or injury incurred while in active service in a combat zone.

Except as limited under [Deadline for Filing a Claim for Tax Forgiveness](#), later, forgiveness applies to:

- The tax year death occurred, and
- Any earlier tax year ending on or after the first day the member served in the combat zone in active service.

## Credit for Excess Social Security Tax Withheld Worksheet

If you received wages from a railroad employer, you can't use this worksheet. See [Do I figure my credit differently if I am a railroad employee?](#)

If you had only one employer, don't use this worksheet. Instead, see [What if one of my employers withheld more than \\$10,918.20?](#)

1. Add all social security tax withheld (but not more than \$10,918.20 for each employer). Enter the total here .....	1. _____
2. Enter any uncollected social security tax on wages, tips, or group-term life insurance included in the total on Schedule 2 (Form 1040), line 6 .....	2. _____
3. Add lines 1 and 2. If \$10,918.20 or less, stop here. You can't take the credit .....	3. _____
4. Social security tax limit .....	4. _____ 10,918.20
5. Subtract line 4 from line 3. This is your excess social security tax withheld credit. Enter the result here and on Schedule 3 (Form 1040), line 11 .....	5. _____

In addition, any unpaid taxes for years ending before the member began service in a combat zone will be forgiven and any of those taxes that are paid after the date of death will be refunded.

The beneficiary or trustee of the estate of a deceased servicemember doesn't have to pay tax on any amount received that would have been included (had the servicemember not died) in the deceased member's gross income for the year of death.

**Service outside combat zone.** These rules also apply to a member of the Armed Forces serving outside the combat zone if the service:

- Was in direct support of military operations in the zone, and
- Qualified the member for special military pay for duty subject to hostile fire or imminent danger.

For a description of combat zone, see [Combat Zone Defined](#), earlier, under *Combat Zone Exclusion*.

**Missing status.** The date of death for a member of the Armed Forces who was in a missing status (missing in action or prisoner of war) is the date their name is removed from missing status for military pay purposes. This is true even if death actually occurred earlier.

## Terrorist or Military Action Related Forgiveness

Terrorist or military action related forgiveness occurs when an individual meets both of the following criteria.

- Is a member of the U.S. Armed Forces at death.
- Dies from wounds or injury incurred while a member of the U.S. Armed Forces in a terrorist or military action.

Except as limited under [Deadline for Filing a Claim for Tax Forgiveness](#), later, forgiveness applies to:

- The tax year death occurred, and
- Any earlier tax year in the period beginning with the year before the year in which the wounds or injury occurred.

A terrorist or military action is any terrorist activity primarily directed against the United States or its allies or any military action involving the U.S. Armed Forces and resulting from violence or aggression against the United States or its allies (or threat thereof).

Any multinational force in which the United States participates is considered an ally of the United States.

The beneficiary or trustee of the estate of a deceased servicemember doesn't have to pay tax on any amount received that would have been included (had the servicemember not died) in the deceased member's gross income for the year of death.

**Example.** Army Private John Kane died in 2025 of wounds incurred in a terrorist attack in 2024. His income tax liability is forgiven for all tax years from 2023 through 2025.

## How Do I Make a Claim for Tax Forgiveness?

### How Is Tax Forgiveness Claimed?

If the decedent's tax liability is forgiven, the personal representative should take the following steps.

**Step 1: File the proper form.** The form filed to claim the tax forgiveness depends on whether a return has already been filed for the tax year.

- File a paper Form 1040 or 1040-SR if a tax return hasn't been filed for the tax year. Form W-2 must accompany the return.
- File a paper Form 1040-X if a tax return has been filed. A separate paper Form 1040-X must be filed for each year in question.

**Step 2: Properly identify the return.** Properly identify the return by providing the conflict or action on which the claim for tax forgiveness is based.

- All returns and claims must be identified by writing "Iraqi Freedom—KIA," "Enduring Freedom—KIA," "Kosovo Operation—KIA," "Desert Storm—KIA," or "Former Yugoslavia—KIA" in bold letters on the top of page 1 of the return or claim.
- On Forms 1040, 1040-SR, and 1040-X, the phrase "Iraqi Freedom—KIA," "Enduring Freedom—KIA," "Kosovo Operation—KIA," "Desert Storm—KIA," or "Former Yugoslavia—KIA" must be written on the line for total tax.
- If the individual was killed in a terrorist action, write "KITA" on the front of the return and on the line for total tax.

**Step 3: Include a before and after tax forgiveness computation.** Include an attachment with a computation of the decedent's tax liability before any amount is forgiven and the amount that is to be forgiven. For computations when the decedent has filed joint returns or the spouse has filed as married filing separately, see below.

**Computation when the decedent filed joint returns.** Only the decedent's part of the joint income tax liability is eligible for the refund or tax forgiveness. To determine the decedent's part, the person filing the claim must:

1. Figure the income tax for which the decedent would have been liable if a separate return had been filed,
2. Figure the income tax for which the spouse would have been liable if a separate return had been filed, and
3. Multiply the joint tax liability by a fraction. The top number of the fraction is the amount in (1) above. The bottom number of the fraction is the total of (1) and (2) above.

The amount in (3) is the decedent's tax liability that is eligible for the refund or tax forgiveness. If you are unable to complete this process, you should attach a statement of

all income and deductions, indicating the part that belongs to each spouse. The IRS will determine the amount eligible for forgiveness.

**Computation when in a community property state.** If the decedent's legal residence was in a community property state and the spouse reported half the military pay on a separate return, the spouse can get a refund of taxes paid on their share of the pay for the years involved. The forgiveness of unpaid tax on the military pay would also apply to the half owed by the spouse for the years involved. See [Community Property](#), earlier, for a discussion of community property.

**Step 4: Provide Form 1310, if required.** Form 1310 must accompany the return unless the person filing the return is:

- A surviving spouse filing an original or amended joint return, or
- A personal representative filing an original Form 1040 or 1040-SR for the decedent and a court certificate showing the appointment as personal representative is attached to the return.

**Step 5: Provide the death certification.** The death certification must come from the proper agency.

For military and civilian employees of the DoD, certification must be made by the Department on DD Form 1300, Report of Casualty.

For civilian employees of all other agencies who are killed overseas, certification must be a letter signed by the Director General of the Foreign Service, Department of State, or their delegate. The certification must include the deceased individual's name and SSN, the date of injury, the date of death, and a statement that the individual died as the result of a terrorist or military action. If the individual died as a result of a terrorist or military action outside the United States, the statement must also include the fact that the individual was a U.S. employee on the date of injury and on the date of death.

For additional information, see Revenue Procedure 2004-26, 2004-19 I.R.B. 890, which is available at [IRS.gov/IRB/2004-19\\_IRB#RP-2004-26](https://irs.gov/IRB/2004-19_IRB#RP-2004-26).

**Can I get more time to file if I don't have enough tax information by the deadline?** If the death certification required in [Step 5](#) has been received but there isn't enough tax information to file a timely claim for refund, file Form 1040, if no prior return has been filed, or Form 1040-X with Form 1310 by the deadline. Include a statement saying that an amended claim will be filed as soon as the necessary tax information is available. File the amended Form 1040-X as soon as you get the needed tax information.

## Who Can File a Claim for Tax Forgiveness?

If a member of the Armed Forces dies, a surviving spouse or personal representative handles duties such as filing any tax returns and claims for refund involving tax forgiveness. A personal representative can be an executor, an

administrator, or anyone who is in charge of the decedent's assets.

## Deadline for Filing a Claim for Tax Forgiveness

Whether a credit or refund is requested, generally, the period for filing the claim is 3 years from the time the return was filed or 2 years from the time the tax was paid, whichever expires later. If the decedent's return was filed before it was due, it will be considered filed on the [regular due date](#), usually April 15.

**Extension of deadline when the death is combat zone related.** If the death occurred in a combat zone or from wounds, disease, or injury incurred in a combat zone, the deadline for filing a claim for credit or refund is extended using the rules discussed later under [Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation](#).

## Where To File a Return Requesting Tax Forgiveness

A return requesting tax forgiveness must be filed at the following address.

Internal Revenue Service  
333 W. Pershing Street, Stop 6503, P5  
Kansas City, MO 64108

## Filing Returns

This section discusses the procedures members of the Armed Forces should follow when filing their federal income tax returns. These same rules apply when the return is filed on behalf of a member of the Armed Forces, for example, by a tax preparer or by a surviving spouse or personal representative. Special rules apply when filing returns for those involved in a combat zone or a contingency operation. See [Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation](#), later.

**What is my filing status if I am in a same-sex marriage?** For federal tax purposes, marriages of couples of the same sex are treated the same as marriages of couples of the opposite sex. The term "spouse" includes an individual married to a person of the same sex. You must select married, or married filing separately, as your filing status.

**What is my filing status if I am in a registered domestic partnership, civil union, or other similar relationship?** If you have entered into a registered domestic partnership, a civil union, or other similar relationship that isn't considered a marriage under state (or foreign) law, you aren't considered married for federal tax purposes. You must select single (or head of household, if eligible) as your filing status. For more details, see Pub. 501.

## Where To File My Return

**Electronic filing (e-filing) of your tax return.** You are encouraged to e-file your return. Eight in 10 taxpayers get their refunds faster by using direct deposit and e-file. You may be eligible to e-file your 2025 federal income tax return free through Free File. Go to [IRS.gov/Efile](#) for more information on e-filing and Free File.

If you e-file your return, there is no need to mail it.

**Paper returns.** A tax return for [Forgiveness of Decedent's Tax Liability](#), discussed earlier, must be filed on paper. For the address where those returns should be filed, see [Where To File a Return Requesting Tax Forgiveness under Forgiveness of Decedent's Tax Liability](#), earlier.

If you choose to file a federal income tax return on paper and you aren't claiming tax forgiveness on the return, send your federal tax return to the Internal Revenue Service Center for the place where you live. The Instructions for Form 1040 give the address for the Service Centers.

**Example.** Sgt. Kane, who is stationed in Maine but whose permanent home address is in California, should send her federal return to the Service Center for Maine.

## When To File My Return

Most individuals must file their tax returns by the [regular due date](#). You may be eligible for an extension. Some extensions are automatic, some aren't. See [Extensions of Deadlines To File Your Tax Return, To Pay Your Taxes, and for Other Actions](#), later.

### What Is the Regular Due Date of My Return?

For calendar-year taxpayers, the regular due date is April 15 of the following year. If April 15 falls on a Saturday, Sunday, or legal holiday, your tax return is considered timely filed if it is filed by the next business day that isn't a Saturday, Sunday, or legal holiday. For 2025 tax returns, the regular due date is April 15, 2026.

## When Is the Latest I Can Pay My Tax?

You should always pay your tax by the [regular due date](#) for filing your return. An extension of time to file doesn't mean you have an extension of time to pay any tax due. You must estimate your tax due and pay it by the regular due date for the return unless you qualify for one of the extensions described under [Can I delay my payment of income taxes?](#) next. You don't have to send in any payment of tax due when you file Form 4868. However, if you pay the tax after the regular due date, you will be charged interest from the regular due date to the date the tax is paid. You may also be charged a penalty for paying the tax late unless you have an explanation meeting reasonable-cause criteria for not paying your tax when due. (If you have an

explanation meeting the criteria for reasonable cause, include it with your return.)

**Electronic payments and direct deposit.** Per Executive Order No. 14247 (EO 14247), if you have access to U.S. banking services or electronic payment systems, you should use direct deposit for any refunds. The IRS recommends paying electronically whenever possible. Options to pay electronically include using your bank account with [Direct Pay](#), your debit or credit card, your digital wallet, or your online account. Go to [IRS.gov/Payments](#) to see all your payment options. For additional information, go to [ModernPayments](#).

**Can I delay my payment of income taxes?** If you are a member of the Armed Forces, you may qualify for an extension of time to pay income tax that becomes due before or during your military service.

If you serve in a combat zone, have qualifying service outside a combat zone, or are outside the United States in a contingency operation, you may be eligible for the extension discussed under [Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation](#), later.

If you don't meet the criteria detailed in [Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation](#), you may still be able to extend the time to pay your tax. See [Can I Get an Extension To Pay My Tax if I Am Not in a Combat Zone or a Contingency Operation](#), later.

**Tip:** If you are unable to pay the tax owed by the end of the extension period, you may want to ask the IRS for an installment payment agreement that reflects your ability to pay the tax owed. To do that, go to [IRS.gov/OPA](#) to apply for an online payment agreement. Or download and file Form 9465, which is available at [IRS.gov/Form9465](#).

## Extensions of Deadlines To File Your Tax Return, To Pay Your Taxes, and for Other Actions

In this section, we discuss extensions of the deadlines for tax return filing, tax payments, and other actions. We discuss extensions related to combat zone service and contingency operations, and those not related to combat zone service and contingency operations.

- [Can I Get an Extension To File My Return if I Am Not in a Combat Zone or a Contingency Operation?](#)
- [Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation?](#)
- [Can I Get an Extension To Pay My Tax if I Am Not in a Combat Zone or a Contingency Operation?](#)

# Can I Get an Extension To File My Return if I Am Not in a Combat Zone or a Contingency Operation?

If you aren't in a combat zone or a contingency operation, you may still be eligible for an extension of time to file your return. Different rules apply depending on whether you live inside or outside the United States.

## Getting an Extension if I Am Inside the United States

If you are inside the United States, you can receive an automatic 6-month extension to file your return by the [regular due date](#) of your return. You either file Form 4868 or pay any part of your expected tax due by credit or debit card. You can file Form 4868 electronically or on paper. See Form 4868 for details.

This extension of time to file is automatic, and you won't receive any notice of approval. However, your request for an extension will be denied if it isn't made timely. The IRS will inform you of the denial.

**Caution:** You can't use the automatic extension if you choose to have the IRS figure the tax or you are under a court order to file your return by the [regular due date](#).

**Where on my return do I enter the amount paid with my request for an extension?** Enter the amount you paid with your request for the extension on Schedule 3 (Form 1040), line 10.

## Getting an Extension if I Am Outside the United States and Puerto Rico

If you are outside the United States and Puerto Rico, there are two automatic extensions that apply to you and a third extension that is discretionary.

**The automatic 2-month extension.** If you are a U.S. citizen or resident alien, you qualify for an automatic 2-month extension of time without filing Form 4868 if either of the following situations applies to you.

**Situation 1.** You live outside the United States and Puerto Rico and your main place of business or post of duty is outside the United States and Puerto Rico.

**Situation 2.** You are in military or naval service on an assigned tour of duty outside the United States and Puerto Rico for a period that includes the entire due date of the return.

You will be charged interest on any amount not paid by the [regular due date](#) until the date the tax is paid.

If you use this automatic extension, you must attach a statement to the return showing that you are described in Situation 1 or 2 above.

**What if I'm filing a joint return?** A married couple filing a joint return is given the automatic 2-month extension if one of the spouses met the requirement under Situation 1 or Situation 2 above.

**What if I'm filing as married filing separately?** For married persons filing separate returns, only the spouse who satisfies the criteria in Situation 1 or Situation 2 qualifies for the automatic 2-month extension.

**The additional automatic 4-month extension (Form 4868).** You can request an additional 4-month extension by filing Form 4868 by June 16, 2026, for a 2025 calendar-year tax return. Check the box on line 8. This will extend your due date to October 15, 2026, if you are a calendar-year taxpayer.

**The additional discretionary 2-month extension.** In addition to the 6-month extension (automatic 2-month and additional automatic 4-month extensions), you can request a discretionary 2-month additional extension of time to file your return to December 15, 2026, if you are a calendar-year taxpayer.

To request this extension, you must send the IRS a letter explaining the reasons why you need the additional 2 months. Send the letter by the extended due date (October 15, 2026, if you are a calendar-year taxpayer) to the following address.

Department of the Treasury  
Internal Revenue Service Center  
Austin, TX 73301-0045

You won't receive any notification from the IRS unless your request is denied.

## Are There Filing, Tax Payment, and Other Extensions Specifically for Those in a Combat Zone or a Contingency Operation?

The postponements for filing, tax payment, and the other actions listed under [For Which Actions Are My Deadlines Extended](#), later, such as collection and examination actions, are specifically for persons in the Armed Forces in combat zones or contingency operations. As noted in some of our earlier discussions, these postponements are referred to as "extensions of deadlines."

## What Type of Service Will Qualify Me for These Extensions?

You will qualify for these extensions if either of the following statements is true.

- You serve in the Armed Forces in a combat zone or you have qualifying service outside of a combat zone.
- You serve in the Armed Forces on deployment outside the United States away from your permanent duty station while participating in a contingency operation.

A contingency operation is a military operation that is designated by the Secretary of Defense or results in calling members of the uniformed services to active duty (or retains them on active duty) during a war or a national emergency declared by the President or Congress.

See [Combat Zone Defined](#) earlier, under *Combat Zone Exclusion* for the beginning dates for the Afghanistan area combat zone, the Kosovo area combat zone, the Arabian Peninsula combat zone, and the Sinai Peninsula, and the beginning and ending dates for the former Yugoslavia area.

#### **Do the extensions apply to those in missing status?**

Time in a missing status (missing in action or prisoner of war) counts as time in a combat zone or a contingency operation.

#### **Do the extensions apply to support personnel?**

Deadlines are also extended if you are serving in a combat zone or a contingency operation in support of the Armed Forces. This applies to Red Cross personnel, accredited correspondents, and civilian personnel acting under the direction of the Armed Forces in support of those forces.

**Do the extensions apply to spouses?** Spouses of individuals who served in a combat zone or contingency operation are entitled to the same deadline extensions with two exceptions.

- The extension doesn't apply to a spouse for any tax year beginning more than 2 years after the date the area ceases to be a combat zone or the operation ceases to be a contingency operation.
- The extension doesn't apply to a spouse for any period the qualifying individual is hospitalized in the United States for injuries incurred in a combat zone or contingency operation.

### **How Much Extra Time Do These Extensions Give Me?**

Your deadline for filing your return, paying your tax, claiming a refund, and taking other actions with the IRS is extended in two steps.

First, your deadline is extended for 180 days after the later of the following.

1. The last day you are in a combat zone, have qualifying service outside of the combat zone, or serve in a contingency operation (or the last day the area qualifies as a combat zone or the operation qualifies as a contingency operation).
2. The last day of any continuous [qualified hospitalization](#) (defined later) for injury from service in the combat zone or contingency operation or while performing qualifying service outside of the combat zone.

Second, in addition to the 180 days, your deadline is extended by the number of days that were left for you to take the action with the IRS when you entered a combat zone (or began performing qualifying service outside the combat zone) or began serving in a contingency operation. If you entered the combat zone or began serving in the contingency operation before the period of time to take the action began, your deadline is extended by the entire

period of time you have to take the action. For example, you had 3½ months (January 1–April 15, 2025) to file your 2024 tax return. Any days of this 3½-month period that were left when you entered the combat zone (or the entire 3½ months if you entered the combat zone by January 1, 2025) are added to the 180 days when determining the last day allowed for filing your 2024 tax return.

**Example 1.** Captain Margaret Jones, a resident of Maryland, entered Saudi Arabia on December 1, 2023. She remained there through March 31, 2025, when she departed for the United States. She wasn't injured and didn't return to the combat zone. The deadlines for filing Captain Jones' 2023, 2024, and 2025 returns are figured as follows.

**The 2023 tax return.** The deadline is January 12, 2026. The deadline is 286 days (180 plus 106) after Captain Jones' last day in the combat zone (March 31, 2024). The 106 additional days are the number of days in the 3½-month filing period that were left when she entered the combat zone (January 1–April 15, 2024).

**The 2024 tax return.** The deadline is January 10, 2026. The deadline is 285 days (180 plus 105) after Captain Jones' last day in the combat zone (March 31, 2025). The 105 additional days are the number of days in the 3½-month filing period that were left when she entered the combat zone (January 1–April 15, 2025).

**The 2025 tax return.** The deadline isn't extended because the 180-day extension period after March 31, 2025, plus the number of days left in the filing period when she entered the combat zone (108) ends on January 12, 2025, which is before the due date for her 2025 return (April 15, 2026).

**Tip:** When the due date for doing any act for tax purposes—filing a return, paying taxes, etc.—falls on a Saturday, Sunday, or legal holiday, the due date is delayed until the next business day.

**Example 2.** You generally have 3 years from April 15, 2025, to file a claim for refund against your timely filed 2024 tax return. This means that your claim must normally be filed by April 17, 2028. However, if you serve in a combat zone from November 3, 2027, through March 23, 2028, and aren't injured, your deadline for filing that claim is extended 347 days (180 plus 167) after you leave the combat zone. This extends your deadline to March 30, 2029. The 167 additional days are the number of days in the 3-year period for filing the refund claim that were left when you entered the combat zone on November 3 (November 3, 2027–April 17, 2028).

**Qualified hospitalization.** The hospitalization must be the result of an injury received while serving in a combat zone or a contingency operation. Qualified hospitalization means:

- Any hospitalization outside the United States, and
- Up to 5 years of hospitalization in the United States.

**Example.** Petty Officer Leonard Brown's ship entered the Persian Gulf on January 5, 2024. On February 15, 2024, Petty Officer Brown, a resident of Maryland, was injured and was flown to a U.S. hospital. He remained in the hospital through April 21, 2025. The deadlines for filing Petty Officer Brown's 2023, 2024, and 2025 returns are figured as follows.

**The 2023 tax return.** The deadline is January 26, 2026. Petty Officer Brown has 280 days (180 plus 100 days) after his last day in the hospital (April 21, 2025) to file his 2023 return. The additional 100 days are the number of days in the 3½-month filing period that were left when he entered the combat zone (January 5–April 21, 2025).

**The 2024 tax return.** The deadline is February 2, 2026. Petty Officer Brown has 285 days (180 plus 105) after April 21, 2025, to file his 2024 tax return. The additional days are the number of days in the 2024 filing period that were left when he entered the combat zone (January 1–April 15, 2025).

**The 2025 tax return.** The deadline isn't extended because the 180-day extension period after April 21, 2025, plus the number of days left in the filing period when he entered the combat zone (105) ends on January 31, 2026, which is before the due date for his 2025 return (April 15, 2026).

## For Which Actions Are My Deadlines Extended?

The actions to which this deadline extension provision applies include:

- Filing any return of income, estate, gift, employment, or excise tax;
- Paying any income, estate, gift, employment, or excise tax;
- Filing a petition with the Tax Court for redetermination of a deficiency, or for review of a Tax Court decision;
- Filing a claim for credit or refund of any tax;
- Bringing suit for any claim for credit or refund;
- Making a qualified retirement contribution to an IRA;
- Allowing a credit or refund of any tax by the IRS;
- Assessment of any tax by the IRS;
- Giving or making any notice or demand by the IRS for the payment of any tax, or for any liability for any tax;
- Collection by the IRS of any tax due (**Note:** As a result of section 309 of Public Law 114-113, item 2 under [How Much Extra Time Do These Extensions Give Me](#), earlier, discussing continuous qualified hospitalization, doesn't apply when figuring the period for the IRS to take collection actions for taxes, even those assessed before the law was enacted); and
- Bringing suit by the United States for any tax due.

If the IRS takes any actions covered by these provisions or sends you a notice of examination before learning

that you are entitled to an extension of the deadline, contact your legal assistance office. No penalties or interest will be imposed for failure to file a return or pay taxes during the extension period.

Other actions to which the deadline extension provision applies are listed in Revenue Procedure 2018-58, available at [IRS.gov/irb/2018-50 IRB#RP-2018-58](https://irs.gov/irb/2018-50_IRB#RP-2018-58), or its successor.

**Tip:** Even though the deadline is extended, you may want to file a return earlier to receive any refund due. See [Filing Returns](#) earlier.

## Can I Get an Extension To Pay My Tax if I Am Not in a Combat Zone or a Contingency Operation?

If you are a member of the Armed Forces or a commissioned officer of the Public Health Service or the National Oceanic and Atmospheric Administration, you may qualify for an extension to pay (that is, defer or delay payment of) income tax that becomes due before or during your military service. To qualify, you must:

- Be performing military service, and
- Notify the IRS that your ability to pay the income tax has been materially affected by your [military service](#) (defined later).

You will then be allowed up to 180 days after termination or release from military service to pay the tax. If you pay the tax in full by the end of the extension period, you won't be charged interest or penalties for that period.

This exception doesn't apply to the employee's share of social security and Medicare taxes.

If a deferment is granted, the statutory collection period is suspended during your military service, plus an additional 270 days after the day following military service.

**Military service.** The term "military service" means the period beginning on the date on which you enter military service and ending on the date on which you are released from military service or die while in military service. If you are a member of the National Guard, your military service will include service meeting all three of the following criteria.

- Under a call to active service authorized by the President or the Secretary of Defense.
- For a period of more than 30 consecutive days under section 502(f) of title 32, United States Code.
- For purposes of responding to a national emergency declared by the President and supported by federal funds.

**How do I request an extension of time to pay my tax?** If you have a current payment agreement (such as an installment agreement), you must make a written request for an extension of time to pay the tax to the IRS office where you have the agreement.

If you don't have a current payment agreement, you must wait until you receive a notice asking for payment before you request an extension of time to pay the tax. Once you have received a notice, you must make a written request for an extension of time to pay the tax to the IRS office that issued the notice.

In either case, your request must include:

- Your name,
- SSN,
- Monthly income and source of income before military service,
- Description and amount of expenses incurred because of military service if current monthly income is greater than monthly income before military service,
- Current monthly income,
- Military rank,
- Date you entered military service, and
- Date you are eligible for discharge.

If possible, enclosing a copy of your orders would be helpful.

**How will I know if my request for an extension of time to pay the tax has been granted?** The IRS will review your request and advise you in writing of its decision. Should you need further assistance, go to [IRS.gov/UAC/Tax-Law-Questions](#) for a wide selection of resources.

## Maximum Rate of Interest When There Is Hardship

If the deferment is denied, no more than 6% interest (unless the applicable interest rate is below 6%) per year will be charged while you are in active military service. The reduced rate applies regardless of whether the military service materially affects your ability to pay. To substantiate the claim for reduced interest rate, you must provide the IRS a copy of your orders or reporting instructions detailing the call to military service. You must do so no later than 180 days after the date of your termination or release from military service.

## Tax Returns of Aliens

For tax purposes, an alien is an individual who isn't a U.S. citizen. An alien is in one of the three categories discussed below: [resident](#), [nonresident](#), or [dual-status](#). Placement in the correct category is crucial in determining what income to report and what forms to file.

**If you are an alien and in the Armed Forces.** Most members of the Armed Forces are U.S. citizens or resident aliens. Under peacetime enlistment rules, you generally can't enlist in the Armed Forces unless you are a citizen or have been legally admitted to the United States for permanent residence. If you are an alien enlistee in the

Armed Forces, you are probably a resident alien. If, under an income tax treaty, you are considered a resident of a foreign country, see your base legal officer. Other aliens who are in the United States only because of military assignments and who have a home outside the United States are nonresident aliens. The U.S. territories have separate taxing rules. Residents of the U.S. territories should contact the applicable territory taxing authority with their questions.

If you have questions about your alien status or the alien status of your dependents or spouse, you should read the information in the following paragraphs and see Pub. 519.

## Resident Aliens

**What are the tax consequences of being a resident alien?** Generally, resident aliens are taxed on their worldwide income and file the same tax forms as U.S. citizens.

**Am I a resident alien?** You are considered a resident alien of the United States for tax purposes if you meet either the "green card test" or the "substantial presence test" for the calendar year (January 1–December 31).

**First-year choice.** If you do not meet either the green card test or the substantial presence test for the calendar year 2025, you may be able to choose to be treated as a U.S. resident for part of 2025 if you:

- Did not meet either the green card test or the substantial presence test in 2024,
- Did not choose to be treated as a resident for part of 2024, and
- Meet the substantial presence test for 2026.

See *First-Year Choice* in Pub. 519. These tests are explained in Pub. 519.

**Treating nonresident alien spouse as resident alien.** A nonresident alien spouse can be treated as a resident alien if all the following conditions are met.

- One spouse is a U.S. citizen or resident alien at the end of the tax year.
- That spouse is married to the nonresident alien at the end of the tax year.
- You both choose to treat the nonresident alien spouse as a resident alien.

**Making the choice.** Both you and your spouse must sign a statement and attach it to your joint return for the first tax year for which the choice applies. Include in the statement:

- A declaration that one spouse was a nonresident alien and the other was a U.S. citizen or resident alien on the last day of the year;
- A declaration that both spouses choose to be treated as U.S. residents for the entire tax year; and
- The name, address, and taxpayer identification number (SSN or ITIN) of each spouse. If the nonresident

alien spouse isn't eligible to get an SSN, they should file Form W-7, Application for IRS Individual Taxpayer Identification Number. For more details regarding this statement and on making this election, see *Nonresident Spouse Treated as a Resident* in chapter 1 of Pub. 519.

- If you and your spouse choose to treat a nonresident alien or dual-status alien spouse as a U.S. resident for 2025, or if a prior year's choice to treat a nonresident alien spouse as a U.S. resident remains in effect for 2025, check the box in the Filing Status section. See the Instructions for Form 1040 for more information.

**Tip:** Once you make this choice, the nonresident alien spouse's worldwide income is subject to U.S. tax. If the nonresident alien spouse has substantial foreign income, there may be no advantage to making this choice. Also, if you make this election, you may forfeit the right to claim benefits otherwise available under a U.S. tax treaty.

**Ending the choice.** Once you make this choice, it applies to all later years unless one of the following situations occurs.

- You or your spouse revokes the choice.
- You or your spouse dies.
- You and your spouse become legally separated under a decree of divorce or separate maintenance.
- The IRS ends the choice because you or your spouse kept inadequate records.

For specific details on these situations, see Pub. 519.

If the choice is ended for any of these reasons, neither spouse can make the choice for any later year.

**Choice not made.** If you and your nonresident alien spouse don't make this choice, the following restrictions apply.

- You can't file a joint return. You can file as married filing separately, or head of household if you qualify.
- The nonresident alien spouse generally doesn't have to file a federal income tax return if they had no income from sources in the United States. If the spouse has to file a return, see *Nonresident Aliens*, later. The nonresident alien spouse isn't eligible for the EIC, the credit for the elderly or disabled, or any education credit if they have to file a return.

**Treating a dual-status alien spouse as a resident alien.** A similar choice is available if you are married at the end of the tax year and all of the following conditions are met.

- One spouse is a U.S. citizen or resident alien at the end of the tax year.
- The other spouse was a nonresident alien at the beginning of the tax year and is a resident alien at the end of the tax year (is a dual-status alien for the tax year).
- You both choose to treat the other (dual-status) spouse as a resident alien.

If this choice is made, the dual-status alien spouse will be treated as a resident alien for the entire year. This choice applies only to the election year. See *Nonresident Spouse Treated as a Resident* in Pub. 519.

**Choice not made.** See *What are the tax consequences of being a dual-status alien?* below, and the Instructions for Form 1040-NR for more information.

## Nonresident Aliens

**Am I a nonresident alien?** You are a nonresident alien if you are an alien who doesn't meet the requirements discussed earlier for being classified as a resident alien.

**What are the tax consequences of being a nonresident alien?** If you are required to file a federal tax return, you must file Form 1040-NR, U.S. Nonresident Alien Income Tax Return. See the Instructions for Form 1040-NR for information on who must file and filing status.

If you are a nonresident alien, you must generally pay tax on income from conducting a trade or business in the United States or other income from sources in the United States. Your income from conducting a trade or business in the United States is taxed at graduated U.S. tax rates. Other income from U.S. sources is taxed at a flat 30% (or lower treaty) rate. For example, dividends from a U.S. corporation paid to a nonresident alien are generally subject to a 30% (or lower treaty) rate.

## Dual-Status Aliens

**Am I a dual-status alien?** You are a dual-status alien if you are both a nonresident and resident alien during the same tax year. This usually occurs in the year you arrive in or depart from the United States.

**What are the tax consequences of being a dual-status alien?** If you are a dual-status alien, you are taxed on income from all sources for the part of the year you are a resident alien. Generally, for the part of the year you are a nonresident alien, you are taxed only on income from sources in the United States. See the Instructions for Form 1040-NR for more information.

## Signing Returns

Generally, you must sign your return. If you e-file your tax return, you must sign the return electronically using a personal identification number (PIN). If you are filing online using software, you must use a Self-Select PIN. If you are filing electronically using a tax practitioner, you can use a Self-Select PIN or a Practitioner PIN. See *Electronic Return Signatures* in your tax return instructions.

If you are overseas or incapacitated, you can grant a power of attorney to an agent to file and sign your return.

If you are acting on behalf of your spouse, see *Do both my spouse and I have to sign our joint return*, later.

**Form 2848, Power of Attorney and Declaration of Representative.** A power of attorney can be granted by filing Form 2848. These forms are available at [IRS.gov/Form2848](https://www.irs.gov/Form2848) or at your nearest legal assistance office. While other power of attorney forms can be used, they must contain the information required by Form 2848.

In Part I of the form, you must indicate that you are granting the power to sign the return, the tax form number, and the tax year(s) for which the form is being filed. Attach the power of attorney to the tax return. Follow the Instructions for Form 2848 for properly completing the form.

**Do both my spouse and I have to sign our joint return?** Generally, joint returns must be signed by both spouses. However, when a spouse is overseas, in a combat zone, in a missing status, incapacitated, or deceased, one spouse may sign for the other when the conditions described below are met. Otherwise, a power of attorney may be needed.

**Spouse overseas.** If one spouse is overseas on military duty, there are two options when filing a joint return.

- One spouse can prepare the return, sign it, and send it to the other spouse to sign early enough so that it can be filed by the due date.
- The spouse who expects to be overseas on the due date of the return can file Form 2848 specifically designating that the spouse who remains in the United States can sign the return for the absent spouse.

**Spouse in combat zone.** If your spouse is unable to sign the return because they are serving in a combat zone or performing qualifying service outside of a combat zone, and you don't have a power of attorney or other statement, you can sign for your spouse. Attach a signed statement to your return that explains that your spouse is serving in a combat zone.

**Spouse in missing status.** The spouse of a member of the Armed Forces who is in a missing status in a combat zone can still file a joint return. A joint return can be filed for any year beginning not more than 2 years after the end of the combat zone activities. A joint return filed under these conditions is valid even if it is later determined that the missing spouse died before the year covered by the return.

**Spouse incapacitated.** If your spouse can't sign because of disease or injury and they tell you to sign, you can sign your spouse's name in the proper space on the return, followed by the words "by [your name], Husband (or Wife)." Be sure to sign your name in the space provided for your signature. Attach a dated statement, signed by you, to your return. The statement should include the form number of the return you are filing, the tax year, the reason your spouse couldn't sign, and that your spouse has agreed to your signing for them.

**Spouse died during the year.** If one spouse died during the year and the surviving spouse didn't remarry before the end of the year, the surviving spouse can file a joint return for that year, writing in the signature area "Filing as surviving spouse." If an executor or administrator

has been appointed, both they and the surviving spouse must sign the return filed for the decedent.

## How To Get Tax Help

Most military installations offer some degree of free tax assistance at their installation legal assistance offices. If your installation doesn't offer such assistance, check one of the nearby installations and consider visiting an office from another Service (for example, Air Force personnel may want to visit an Army Legal Assistance Office or Tax Center) or visit [MilitaryOneSource \(MilitaryOneSource.mil\)](https://militaryonesource.mil).

If you have questions about a tax issue; need help preparing your tax return; or want to download free publications, forms, or instructions, go to [IRS.gov](https://www.irs.gov) to find resources that can help you right away.

**Tax reform.** Tax reform legislation impacting federal taxes, credits, and deductions was enacted in P.L. 119-21, commonly known as the One Big Beautiful Bill Act, on July 4, 2025. Go to [IRS.gov/OBBB](https://www.irs.gov/OBBB) for more information and updates on how this legislation affects your taxes.

**Preparing and filing your tax return.** After receiving all your wage and earnings statements (Forms W-2, W-2G, 1099-R, 1099-MISC, 1099-NEC, etc.); unemployment compensation statements (by mail or in a digital format) or other government payment statements (Form 1099-G); and interest, dividend, and retirement statements from banks and investment firms (Forms 1099), you have several options to choose from to prepare and file your tax return. You can prepare the tax return yourself, see if you qualify for free tax preparation, or hire a tax professional to prepare your return.

**Free options for tax preparation.** Your options for preparing and filing your return online or in your local community, if you qualify, include the following.

- **Free File.** This program lets you prepare and file your federal individual income tax return for free using software or Free File Fillable Forms. However, state tax preparation may not be available through Free File. Go to [IRS.gov/FreeFile](https://www.irs.gov/FreeFile) to see if you qualify for free online federal tax preparation, e-filing, and direct deposit or payment options.
- **VITA.** The Volunteer Income Tax Assistance (VITA) program offers free tax help to people with low-to-moderate incomes, persons with disabilities, and limited-English-speaking taxpayers who need help preparing their own tax returns. Go to [IRS.gov/VITA](https://www.irs.gov/VITA), download the free IRS2Go app, or call 800-906-9887 for information on free tax return preparation.
- **TCE.** The Tax Counseling for the Elderly (TCE) program offers free tax help for all taxpayers, particularly those who are 60 years of age and older. TCE volunteers specialize in answering questions about pensions and retirement-related issues unique to seniors.

Go to [IRS.gov/TCE](#) or download the free IRS2Go app for information on free tax return preparation.

- **MilTax.** Members of the U.S. Armed Forces and qualified veterans may use MilTax, a free tax service offered by the Department of Defense through Military OneSource. For more information, go to [MilitaryOneSource \(MilitaryOneSource.mil/MilTax\)](#).

Also, the IRS offers Free Fillable Forms, which can be completed online and then e-filed regardless of income.

**Using online tools to help prepare your return.** Go to [IRS.gov/Tools](#) for the following.

- The [Earned Income Tax Credit Assistant \(IRS.gov/EITCAssistant\)](#) determines if you're eligible for the earned income credit (EITC).
- The [Online EIN Application \(IRS.gov/EIN\)](#) helps you get an employer identification number (EIN) at no cost.
- The [Tax Withholding Estimator \(IRS.gov/W4App\)](#) makes it easier for you to estimate the federal income tax you want your employer to withhold from your paycheck. This is tax withholding. See how your withholding affects your refund, take-home pay, or tax due.
- The [Sales Tax Deduction Calculator \(IRS.gov/SalesTax\)](#) figures the amount you can claim if you itemize deductions on Schedule A (Form 1040).



**Getting answers to your tax questions.** On IRS.gov, you can get up-to-date information on current events and changes in tax law.

- [IRS.gov/Help](#): A variety of tools to help you get answers to some of the most common tax questions.
- [IRS.gov/ITA](#): The Interactive Tax Assistant, a tool that will ask you questions and, based on your input, provide answers on a number of tax topics.
- [IRS.gov/Forms](#): Find forms, instructions, and publications. You will find details on the most recent tax changes and interactive links to help you find answers to your questions.
- You may also be able to access tax information in your e-filing software.

**Need someone to prepare your tax return?** There are various types of tax return preparers, including enrolled agents, certified public accountants (CPAs), accountants, and many others who don't have professional credentials. If you choose to have someone prepare your tax return, choose that preparer wisely. A paid tax preparer is:

- Primarily responsible for the overall substantive accuracy of your return,
- Required to sign the return, and
- Required to include their preparer tax identification number (PTIN).



*Although the tax preparer always signs the return, you're ultimately responsible for providing all the information required for the preparer to accurately prepare your return and for the accuracy of every item reported on the return. Anyone paid to prepare tax returns for others should have a thorough understanding of tax matters. For more information on how to choose a tax preparer, go to [Tips for Choosing a Tax Preparer](#) on IRS.gov.*

**Employers can register to use Business Services Online.** The Social Security Administration (SSA) offers online service at [SSA.gov/employer](#) for fast, free, and secure W-2 filing options to CPAs, accountants, enrolled agents, and individuals who process Form W-2, Wage and Tax Statement; and Form W-2c, Corrected Wage and Tax Statement.

**Business tax account.** If you are a sole proprietor, a partnership, an S corporation, a C corporation, or a single-member limited liability company (LLC), you can view your tax information on record with the IRS and do more with a business tax account. Go to [IRS.gov/BusinessAccount](#) for more information.

**IRS social media.** Go to [IRS.gov/SocialMedia](#) to see the various social media tools the IRS uses to share the latest information on tax changes, scam alerts, initiatives, products, and services. At the IRS, privacy and security are our highest priority. We use these tools to share public information with you. **Don't** post your social security number (SSN) or other confidential information on social media sites. Always protect your identity when using any social networking site.

The following IRS YouTube channels provide short, informative videos on various tax-related topics in English and ASL.

- [Youtube.com/irsvideos](#).
- [Youtube.com/irsvideosASL](#).

**Over-the-Phone Interpreter (OPI) Service.** The IRS offers the OPI Service to taxpayers needing language interpretation. The OPI Service is available at Taxpayer Assistance Centers (TACs), most IRS offices, and every VITA/TCE tax return site. This service is available in Spanish, Mandarin, Cantonese, Korean, Vietnamese, Russian, and Haitian Creole.

**Accessibility Helpline available for taxpayers with disabilities.** Taxpayers who need information about accessibility services can call 833-690-0598. The Accessibility Helpline can answer questions related to current and future accessibility products and services available in alternative media formats (for example, braille-ready, large print, audio, etc.). The Accessibility Helpline does not have access to your IRS account. For help with tax law, refunds, or account-related issues, go to [IRS.gov/LetUsHelp](#).

**Alternative media preference.** Form 9000, Alternative Media Preference, or Form 9000(SP) allows you to elect to

receive certain types of written correspondence in the following formats.

- Standard Print.
- Large Print.
- Braille.
- Audio (MP3).
- Plain Text File (TXT).
- Braille-Ready File (BRF).

**Disasters.** Go to [IRS.gov/DisasterRelief](#) to review the available disaster tax relief.

**Getting tax forms and publications.** Go to [IRS.gov/Forms](#) to view, download, or print all the forms, instructions, and publications you may need. Or you can go to [IRS.gov/OrderForms](#) to place an order.

**Mobile-friendly forms.** You'll need an IRS Online Account (OLA) to complete mobile-friendly forms that require signatures. You'll have the option to submit your form(s) online or download a copy for mailing. You'll need scans of your documents to support your submission. Go to [IRS.gov/MobileFriendlyForms](#) for more information.

**Getting tax publications and instructions in eBook format.** Download and view most tax publications and instructions (including the Instructions for Form 1040) on mobile devices as eBooks at [IRS.gov/eBooks](#).

IRS eBooks have been tested using Apple's iBooks for iPad. Our eBooks haven't been tested on other dedicated eBook readers, and eBook functionality may not operate as intended.

**Access your online account (individual taxpayers only).** Go to [IRS.gov/Account](#) to securely access information about your federal tax account.

- View the amount you owe and a breakdown by tax year.
- See payment plan details or apply for a new payment plan.
- Make a payment or view 5 years of payment history and any pending or scheduled payments.
- Access your tax records, including key data from your most recent tax return, and transcripts.
- View digital copies of select notices from the IRS.
- Approve or reject authorization requests from tax professionals.

**Get a transcript of your return.** With an online account, you can access a variety of information to help you during the filing season. You can get a transcript, review your most recently filed tax return, and get your adjusted gross income. Create or access your online account at [IRS.gov/Account](#).

**Tax Pro Account.** This tool lets your tax professional submit an authorization request to access your individual

taxpayer IRS OLA. For more information, go to [IRS.gov/TaxProAccount](#).

**Using direct deposit.** The safest and easiest way to receive a tax refund is to e-file and choose direct deposit, which securely and electronically transfers your refund directly into your financial account. Direct deposit also avoids the possibility that your check could be lost, stolen, destroyed, or returned undeliverable to the IRS. Eight in 10 taxpayers use direct deposit to receive their refunds. If you don't have a bank account, go to [IRS.gov/DirectDeposit](#) for more information on where to find a bank or credit union that can open an account online.

### Reporting and resolving your tax-related identity theft issues.

- Tax-related identity theft happens when someone steals your personal information to commit tax fraud. Your taxes can be affected if your SSN is used to file a fraudulent return or to claim a refund or credit.
- The IRS doesn't initiate contact with taxpayers by email, text messages (including shortened links), telephone calls, or social media channels to request or verify personal or financial information. This includes requests for personal identification numbers (PINs), passwords, or similar information for credit cards, banks, or other financial accounts.
- Go to [IRS.gov/IdentityTheft](#), the IRS Identity Theft Central webpage, for information on identity theft and data security protection for taxpayers, tax professionals, and businesses. If your SSN has been lost or stolen or you suspect you're a victim of tax-related identity theft, you can learn what steps you should take.
- Get an Identity Protection PIN (IP PIN). IP PINs are six-digit numbers assigned to taxpayers to help prevent the misuse of their SSNs on fraudulent federal income tax returns. When you have an IP PIN, it prevents someone else from filing a tax return with your SSN. To learn more, go to [IRS.gov/IPPIN](#).

### Ways to check on the status of your refund.

- Go to [IRS.gov/Refunds](#).
- Download the official IRS2Go app to your mobile device to check your refund status.
- Call the automated refund hotline at 800-829-1954.



The IRS can't issue refunds before mid-February for returns that claimed the EITC or the additional child tax credit (ACTC). This applies to the entire refund, not just the portion associated with these credits.

**Making a tax payment.** The IRS recommends paying electronically whenever possible. Options to pay electronically are included in the list below. Payments of U.S. tax must be remitted to the IRS in U.S. dollars. [Digital assets](#) are **not** accepted. Go to [IRS.gov/Payments](#) for information

on how to make a payment using any of the following options.

- **IRS Direct Pay**: Pay taxes from your bank account. It's free and secure, and no sign-in is required. You can change or cancel within 2 days of scheduled payment.
- **Debit Card, Credit Card, or Digital Wallet**: Choose an approved payment processor to pay online or by phone.
- **Electronic Funds Withdrawal**: Schedule a payment when filing your federal taxes using tax return preparation software or through a tax professional.
- **Electronic Federal Tax Payment System**: This is the best option for businesses. Enrollment is required.
- **Check or Money Order**: Mail your payment to the address listed on the notice or instructions.
- **Cash**: You may be able to pay your taxes with cash at a participating retail store.
- **Same-Day Wire**: You may be able to do same-day wire from your financial institution. Contact your financial institution for availability, cost, and time frames.

**Note:** The IRS uses the latest encryption technology to ensure that the electronic payments you make online, by phone, or from a mobile device using the IRS2Go app are safe and secure. Paying electronically is quick and easy.

**What if I can't pay now?** Go to [IRS.gov/Payments](#) for more information about your options.

- Apply for an [online payment agreement \(IRS.gov/OPA\)](#) to meet your tax obligation in monthly installments if you can't pay your taxes in full today. Once you complete the online process, you will receive immediate notification of whether your agreement has been approved.
- Use the [Offer in Compromise Pre-Qualifier](#) to see if you can settle your tax debt for less than the full amount you owe. For more information on the Offer in Compromise program, go to [IRS.gov/OIC](#).

**Filing an amended return.** Go to [IRS.gov/1040X](#) for information and updates.

**Checking the status of your amended return.** Go to [IRS.gov/VMAR](#) to track the status of Form 1040-X amended returns.



*It can take up to 3 weeks from the date you filed your amended return for it to show up in our system, and processing it can take up to 16 weeks.*

**Understanding an IRS notice or letter you've received.** Go to [IRS.gov/Notices](#) to find additional information about responding to an IRS notice or letter.

**IRS Document Upload Tool.** You may be able to use the Document Upload Tool to respond digitally to eligible IRS notices and letters by securely uploading required documents online through IRS.gov. For more information, go to [IRS.gov/DUT](#).

**Schedule LEP.** You can use Schedule LEP (Form 1040), Request for Change in Language Preference, to state a preference to receive notices, letters, or other written communications from the IRS in an alternative language. You may not immediately receive written communications in the requested language. The IRS's commitment to LEP taxpayers is part of a multi-year timeline that began providing translations in 2023. You will continue to receive communications, including notices and letters, in English until they are translated to your preferred language.

**Contacting your local TAC.** Keep in mind, many questions can be answered on IRS.gov without visiting a TAC. Go to [IRS.gov/LetUsHelp](#) for the topics people ask about most. If you still need help, TACs provide tax help when a tax issue can't be handled online or by phone. All TACs now provide service by appointment, so you'll know in advance that you can get the service you need without long wait times. Before you visit, go to [IRS.gov/TAC](#) to find the nearest TAC and to check hours, available services, and appointment options. Or, on the IRS2Go app, under the Stay Connected tab, choose the Contact Us option and click on "Local Offices."

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Below is a message to you from the Taxpayer Advocate Service, an independent organization established by Congress.

## The Taxpayer Advocate Service (TAS) Is Here To Help You

### What Is the Taxpayer Advocate Service?

The Taxpayer Advocate Service (TAS) is an *independent* organization within the Internal Revenue Service (IRS). TAS helps taxpayers resolve problems with the IRS, makes administrative and legislative recommendations to prevent or correct the problems, and protects taxpayer rights. We work to ensure that every taxpayer is treated fairly and that you know and understand your rights under the Taxpayer Bill of Rights. We are Your Voice at the IRS.

### How Can TAS Help Me?

TAS can help you resolve problems that you haven't been able to resolve with the IRS on your own. Always try to resolve your problem with the IRS first, but if you can't, then come to TAS. ***Our services are free.***

- TAS helps all taxpayers (and their representatives), including individuals, businesses, and exempt organizations. You may be eligible for TAS help if your IRS problem is causing financial difficulty, if you've tried and been unable to resolve your issue with the IRS, or if you believe an IRS system, process, or procedure just isn't working as it should.
- To get help any time with general tax topics, visit [www.TaxpayerAdvocate.IRS.gov](#). The site can help you with common tax issues and situations, such as what to do if you make a mistake on your return or if you get a notice from the IRS.

- TAS works to resolve large-scale (systemic) problems that affect many taxpayers. You can report systemic issues at [www.IRS.gov/SAMS](http://www.IRS.gov/SAMS). (Be sure not to include any personal identifiable information.)

- Call TAS toll free at 877-777-4778.

## What Are My Rights as a Taxpayer?

The Taxpayer Bill of Rights describes ten basic rights that all taxpayers have when dealing with the IRS. Go to [www.TaxpayerAdvocate.IRS.gov/Taxpayer-Rights](http://www.TaxpayerAdvocate.IRS.gov/Taxpayer-Rights) for more information about the rights, what they mean to you, and how they apply to specific situations you may encounter with the IRS. TAS strives to protect taxpayer rights and ensure the IRS is administering the tax law in a fair and equitable way.

## How Do I Contact TAS?

TAS has offices in every state, the District of Columbia, and Puerto Rico. To find your local advocate's number:

- Go to [www.TaxpayerAdvocate.IRS.gov/Contact-Us](http://www.TaxpayerAdvocate.IRS.gov/Contact-Us),
- Check your local directory, or

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