



EARNINGS STATEMENT

Description	Hours	Rate	Amount
Regular Hours	80	\$22.50	\$1,800.00
Overtime Hours	12	\$33.75	\$405.00
Total Gross Pay			\$2,205.00

NO TAX ON OVERTIME

Your Complete Guide to the New Overtime Deduction

What's Inside:

- Who qualifies under the FLSA eligibility test
- IRS formulas to calculate your exact deduction
- Step-by-step Schedule 1-A walkthrough
- Income phase-out thresholds and charts
- 2025 vs. 2026 reporting differences
- Common mistakes that trigger IRS notices