

TAX RATES

2025 Individual Tax Rates

Unmarried Individuals

(other than surviving spouses & heads of households)

Taxable Income	2025 Tax
Not > \$11,925	10% of the taxable income
> \$11,925 but not > \$48,475	\$1,192.50 + 12% of the excess > \$11,925
> \$48,475 but not > \$103,350	\$5,578.50 + 22% of the excess > \$48,475
> \$103,350 but not > \$197,300	\$17,651 + 24% of the excess > \$103,350
> \$197,300 but not > \$250,525	\$40,199 + 32% of the excess > \$197,300
> \$250,525 but not > \$626,350	\$57,231 + 35% of the excess > \$250,525
> \$626,350	\$188,769.75 + 37% of the excess > \$626,350

Married Individuals Filing Joint Returns & Surviving Spouses

Taxable Income	2025 Tax
Not > \$23,850	10% of taxable income
> \$23,850 but not > \$96,950	\$2,385 + 12% of the excess > \$23,850
> \$96,950 but not > \$206,700	\$11,157 + 22% of the excess > \$96,950
> \$206,700 but not > \$394,600	\$35,302 + 24% of the excess > \$206,700
> \$394,600 but not > \$501,050	\$80,398 + 32% of the excess > \$394,600
> \$501,050 but not > \$751,600	\$114,462 + 35% of the excess > \$501,050
> \$751,600	\$202,154.50 + 37% of the excess > \$751,600

Heads of Households

Taxable Income	2025 Tax
Not > \$17,000	10% of the taxable income
> \$17,000 but not > \$64,850	\$1,700 + 12% of the excess > \$17,000
> \$64,850 but not > \$103,350	\$7,442 + 22% of the excess > \$64,850
> \$103,350 but not > \$197,300	\$15,912 + 24% of the excess > \$103,350
> \$197,300 but not > \$250,500	\$38,460 + 32% of the excess > \$197,300
> \$250,500 but not > \$626,350	\$55,484 + 35% of the excess > \$250,500
> \$626,350	\$187,031.50 + 37% of the excess > \$626,350

Married Individuals Filing Separate Returns

Taxable Income	2025 Tax
Not > \$11,925	10% of the taxable income
> \$11,925 but not > \$48,475	\$1,192.50 + 12% of the excess > \$11,925
> \$48,475 but not > \$103,350	\$5,578.50 + 22% of the excess > \$48,475
> \$103,350 but not > \$197,300	\$17,651 + 24% of the excess > \$103,350
> \$197,300 but not > \$250,525	\$40,199 + 32% of the excess > \$197,300
> \$250,525 but not > \$375,800	\$57,231 + 35% of the excess > \$250,525
> \$375,800	\$101,077.25 + 37% of the excess > \$375,800

2025 C Corporation Tax Rates

Taxable Income	2025 Tax
Any Amount of Income	21%

2025 Estates & Trusts Tax Rates

Taxable Income	2025 Tax
Not > \$3,150	10% of the taxable income
> \$3,150 but not > \$11,450	\$315 + 24% of the excess > \$3,150
> \$11,450 but not > \$15,650	\$2,307 + 35% of the excess > \$11,450
> \$15,650	\$3,777 + 37% of the excess > \$15,650

Social Security & Medicare

	Self-Employed	Employee
SS Tax Rate	12.4%	6.2%
Max Wages Subject to SS	\$190,688*	\$176,100
Med. Tax Rate	2.9%	1.45%
Additional Medicare Tax of 0.9%	Married Filing Joint – MAGI: > \$250,000 Married Filing Separate: > \$125,000 Others: > \$200,000	

* The reason for the higher number is that only 92.35% of your net profits are taxed at 12.4% and the \$176,100 threshold is after application of the 92.35%

2025 CAPITAL GAIN RATES

Capital Asset	Holding Period	Tax Rate
Short-term capital gains	One year or less	Ordinary income tax rates, up to 37%
Long-term capital gains	More than one year	Taxpayers with income below the 15% rate threshold below, pay 0%. The following are the income thresholds for 15% and 20% rates. <u>Married Filing Jointly:</u> 15% Rate: \$96,700 - \$600,050 20% Rate: > \$600,050 <u>Married Filing Separately:</u> 15% Rate: \$48,350 - \$300,000 20% Rate: > \$300,000 <u>Head of Household:</u> 15% Rate: \$64,750 - \$566,700 20% Rate: > \$566,700 <u>Unmarried Individuals:</u> 15% Rate: \$48,350 - \$533,400 20% Rate: > \$533,400
Collectibles	More than one year	28%
Section 1202 qualified small business stock	More than five years	28%
Unrecaptured \$1250 gain, (gains on real property attributable to straight-line depreciation)	More than one year	25%

VEHICLES

Depreciation Limits for Passenger Vehicles Placed in Service in 2025

	With Bonus Depreciation	No Bonus Depreciation
Tax Year	Amount	Amount
1st Tax Year	\$20,200	\$12,200
2nd Tax Year	\$19,600	\$19,600
3rd Tax Year	\$11,800	\$11,800
Each Succeeding Year	\$7,060	\$7,060

2025 Standard Mileage Rates

IRS Mileage Rate (in cents per mile)	
Business	70.0
Charitable	14.0
Medical & Moving	21.0
Depreciation	33.0

2025 STANDARD DEDUCTION

Filing Status	Standard Deduction
Unmarried Individuals	\$15,750
Married Individuals Filing Separate Returns	\$15,750
Heads of Households	\$23,625
Married Individuals Filing Joint Returns & Surviving Spouses	\$31,500
Dependents	Cannot exceed > of (1) \$1,350, or, (2) \$450 + earned income
Additional Amount for Aged or Blind (amount if both aged and blind)	Filing Jointly: \$1,600 (\$3,200) Single or HOH: \$2,000 (\$4,000)

2025 Personal Exemptions

Per Individual	No Longer Applicable
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2025 Health Savings Account (HSA)

HDHP* Coverage	Contribution Limit
Self-only	\$4,300
Family	\$8,550

Catch-up contributions for age 55+ are \$1,000

* High-Deductible Health Plan

RETIREMENT PLANS 2025

IRA contribution (under age 50)	\$7,000
IRA contribution (50 and older)	\$8,000

IRA deductibility phase-out (based on MAGI)

Participants in employer plans

Single or Head of Household	\$79,000 - \$89,000
Married, filing jointly	\$126,000 - \$146,000
Married, filing separately	\$0 - \$10,000

Nonparticipants in employer plans

Nonparticipant married to a participant	\$236,000 - \$246,000
Neither spouse a participant	Fully deductible

Phase out of Roth IRA contribution eligibility

Single	\$150,000 - \$165,000
Married, filing jointly	\$236,000 - \$246,000

Retirement Plan	Max Employee Contribution	Max Employer Contribution
SEP	N/A	25% of total compensation, max of \$70,000
SIMPLE IRA	\$16,500* \$17,600**	N/A
401(k)	\$23,500***	25% of wages****

- * \$20,000 if 50 or older
- ** 25 or fewer employees, \$21,450 if 50 or older
- *** \$31,000 if 50 or older
- **** Combined maximum of employee and employer contributions is **\$70,000** in 2025 (**\$77,500** if 50 or older).
Catch-up contribution in addition to employer & employee limit **\$7,500** (50-59 or 64+), **\$11,250** (60-63)



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