

2025 Federal Tax Rate Schedules

## **Tax Facts and Figures**



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#### **Single Taxable Income** 0 to 11,925 10.0% 0.00 Tax 48,475 12.0% 11,926 to minus 238.50 Tax 48,476 103,350 22.0% 5,086.00 to minus 103,351 197,300 × 24.0% minus 7,153.00 Tax to 197,301 250.525 32.0% minus 22.937.00 Tax to 250,526 626,350 35.0% minus 30,452.75 Tax to × 626,351 and over 37.0% minus 42,979.75 Tax MFJ or QSS Taxable Income 0 to 23,850 10.0% minus 0.00 Tax 23,851 96,950 12.0% 477.00 Tax to × minus = 206,700 22.0% 96,951 × minus 10,172.00 Tax to 24.0% 206,701 to 394,600 × minus 14,306.00 Tax 394,601 501,050 32.0% minus 45,874.00 Tax 751,600 35.0% 60,905.50 501,051 to minus Tax 37.0% 75,937.50 751,601 and over minus Tax **MFS Taxable Income** 0 to 11,925 10.0% minus 0.00 Tax 11,926 to 48,475 12.0% minus 238.50 Tax 48,476 103,350 22.0% 5,086.00 to minus Tax 103,351 197,300 24.0% minus 7,153.00 Tax to 197,301 250,525 32.0% minus 22,937.00 Tax to 375,800 35.0% 30,452.75 250,526 to minus Tax 375,801 37.0% 37,968.75 and over minus Tax **HOH Taxable Income** 0 to 17.000 × 10.0% minus 0.00 Tax = 17,001 64,850 12.0% 340.00 Tax to minus 103,350 22.0% 64,851 to minus 6,825.00 Tax 197,300 103,351 24.0% minus 8,892.00 Tax 197,301 250,500 32.0% minus 24,676.00 Tax

#### Additional Medicare Tax

and over

626,350

to

250,501

626.351

0.9% additional tax on wage income above threshold

35.0%

37.0%

minus

minus

32,191.00

44,718.00

Tax

Tax

Filing status	Single, HOH, QSS	MFJ	MFS
Threshold amount	\$200,000	\$250,000	\$125,000

### 2025 Qualifying Relative Limit

#### 2025 Senior Deduction

Deduction, per person (age 65 or older)......\$6,000 Deduction phases out when MAGI exceeds \$75,000 (\$150,000 MFJ)

#### 2025 Standard Deduction

Th	ne basic standard deduction for 2025 is:	
	Single or MFS	\$15,750
	MFJ or QSS	\$31,500
	HOH	\$23,625
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Age 65 and/or blind. The additional amounts for age 65 or older and/or blind, per person, per event in 2025 are:

MFJ, QSS, or MFS	\$1,600
Single or HOH	\$2,000

**Dependent.** The standard deduction in 2025 for an individual who may be claimed as a dependent by another taxpayer cannot exceed the greater of \$1,350, or earned income plus \$450.

#### **Child Tax Credit and Credit for Other Dependents**

Child Tax Credit	\$2,200 per qualifying child.	
Child Tax Credit phaseout begins	MFJ\$400,000 Single, HOH, MFS\$200,000	
Credit for Other Dependents	\$500 per dependent (not a qualifying child).	

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Social Security Highlights			
Employee's portion of FICA	2025	2024	2023
Maximum earnings subject to Social Security tax (Medicare no limit)	\$176,100	\$168,600	\$160,200
Social Security tax rate	6.20%	6.20%	6.20%
Medicare tax rate*	1.45%	1.45%	1.45%
Maximum Social Security tax	\$10,918.20	\$10,453.20	\$9,932.40

<sup>\*</sup> Plus 0.9% on wages above threshold amount, plus 3.8% on unearned income above threshold amount.



# Tax Facts and Figures

#### **Business Expenses**

2025 Standard Mileage Rate Per Mile Business70.0¢	2025 Standard Deduction for Meals— High Low Method (Per Day)
Medical and moving*21.0¢	High cost localities\$86
Charitable14.0¢	All other localities\$74
Depreciation33.0¢	Transportation workers\$80
Section 179 Expense Limits	Qualified Transportation Benefits
Regular 179 limits\$1,250,000	(exclusion from income allowed, but
SUV limits\$31,300	no employer deduction)
Investment phaseout	Commuter benefits (per month)\$325
begins\$3,130,000	Parking benefits (per month)\$325

<sup>\*</sup>The moving expense deduction is available only to active duty military servicemembers pursuant to a permanent change of station (PCS) order.

#### 2025 Retirement Plan Limits

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	401(k)/403(b) Deferral Limits	Roth IRA Phaseout Range
	Under age 50\$23,500	MFJ\$236,000-\$246,000
	Age 50 and over\$31,000	Single, HOH \$150,000 – \$165,000
	Age 60 thru 63\$34,750	MFS\$0-\$10,000
	IRA Contribution Limits	SIMPLE Deferral Limits
	Under age 50\$7,000	Under age 50\$16,500
	Age 50 and over \$8,000	Age 50 and over\$20,000
	IRA Deduction Phaseout Range if	Age 60 thru 63\$21,750
	Covered by Employer Plan	Qualified Retirement Plans
	MFJ\$126,000-\$146,000	Profit sharing/SEP
	Spouse not covered	limits25%/\$70,000
	\$236,000-\$246,000	Defined benefit plan limits \$280,000
	Single, HOH\$79,000-\$89,000	Compensation limits \$350,000
	MES \$0-\$10,000	

#### **Education Tax Benefits**

Laudation lax Beliefits		
American Opportunity Credit	Education Savings Account (ESA)	
MFJ phaseout \$160,000 - \$180,000	MFJ phaseout\$190,000-\$220,000	
Single, HOH	All others\$95,000-\$110,000	
phaseout\$80,000 – \$90,000 Maximum credit: \$2,500 per student Up to 40% (\$1,000) may be refundable <b>Lifetime Learning Credit</b> MFJ phaseout\$160,000 – \$180,000	Annual contribution limit: \$2,000 per beneficiary	
	Student Loan Interest Deduction	
	MFJ phaseout\$170,000-\$200,000	
	Single, HOH phaseout \$85,000-\$100,000	
	Maximum deduction: \$2,500 per return	
Single, HOH	U.S. Savings Bonds Interest Exclusion	
phaseout\$80,000—\$90,000	MFJ phaseout\$149,250-\$179,250	
Maximum credit: \$2,000 per return	Single, HOH phaseout \$99,500 – \$114,500	

#### **Qualified Tuition Plans (529 plans)**

- Distributions for qualifying expenses for college students or apprentices are not taxable.
- Distributions up to \$10,000 per student are allowed for tuition and other qualified expenses for a public, private, or religious elementary or secondary school.
- Cumulative distributions up to \$10,000 per beneficiary and sibling for qualified education debt.

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Taxpayers should seek professional tax advice for more information.

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#### 2025 Tax Rates: Capital Gain and Dividend Income

If income is	Maximum tax rate %	If asset is held
Gain from the sale of collectibles	28%	More than 1 year
Taxable portion of gain on qualified small business stock (section 1202 exclusion)	28%	More than 5 years
Unrecaptured section 1250 gain	25%	More than 1 year
Long-term capital gain	See below	More than 1 year
Qualified dividend income	See below	More than 60 days
Taxable Income         Single       \$0 to \$48,350         MFJ/QSS       \$0 to \$96,700         MFS       \$0 to \$48,350         HOH       \$0 to \$64,750         Estates and Trusts       \$0 to \$3,250         Taxable Income         Single       \$48,351 to \$533,400         MFJ/QSS       \$96,701 to \$600,050         MFS       \$48,351 to \$300,000         HOH       \$64,751 to \$566,700         Estates and Trusts       \$3,251 to \$15,900	0% 15%	
Taxable Income           Single         \$533,401 and over           MFJ/QSS         \$600,051 and over           MFS         \$300,001 and over           HOH         \$566,701 and over           Estates and Trusts         \$15,901 and over	20%	
Short-term capital gain	37%	1 year or less
Ordinary dividend income	37%	60 days or less

#### Net Investment Income Tax (NIIT)

#### 3.8% additional tax on investment income if MAGI above threshold amount

Filing status	Single, HOH	MFJ, QSS	MFS
Threshold amount	\$200,000	\$250,000	\$125,000

## 2025 Qualified Business Income Deduction Thresholds

191FJ. 3334,000   191FS. 3137,300   31110H, HUH, USS. 3137,300	MFJ: \$394,600	MFS: \$197,300	Single, HOH, QSS: \$197,300
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### **Contact Us**

There are many events that occur during the year that can affect your tax situation. Preparation of your tax return involves summarizing transactions and events that occurred during the prior year. In most situations, treatment is firmly established at the time the transaction occurs. However, negative tax effects can be avoided by proper planning. Please contact us in advance if you have questions about the tax effects of a transaction or event, including the following:

- Pension or IRA distributions.
- Significant change in income or deductions.
- Job change.
- Marriage.
- Attainment of age 59½ or 73.
- Sale or purchase of a business.
- Sale or purchase of a residence or other real estate.
- Retirement.
- Notice from IRS or other revenue department.
- Divorce or separation.
- Self-employment.
- Charitable contributions of property in excess of \$5,000.