

2025 ANNUAL ADJUSTMENTS



2025 TAX RATES

Tax Rate	Single	Married Filing Jointly	Married Filing Separately	Head of Household	Estates and Trusts
10%	\$0—11,925	\$0—23,850	\$0—11,925	\$0—17,000	\$0—3,150
12%	\$11,926—48,475	\$23,851—96,950	\$11,926—48,475	\$17,001—64,850	
22%	\$48,476—103,350	\$96,951—206,700	\$48,476—103,350	\$64,851—103,350	
24%	\$103,351—197,300	\$206,701—394,600	\$103,351—197,300	\$103,351—197,300	\$3,151—11,450
32%	\$197,301—250,525	\$394,601—501,050	\$197,301—250,525	\$197,301—250,500	
35%	\$250,526—626,350	\$501,051—751,600	\$250,526—375,800	\$250,501—626,350	\$11,451—15,650
37%	\$626,351+	\$751,601+	\$375,801+	\$626,351+	\$15,651+

LONG-TERM CAPITAL GAINS TAX INCOME THRESHOLDS

Tax Rate	Single	Married Filing Jointly	Married Filing Separately	Head of Household	Estates and Trusts
0%	\$0—48,350	\$0—96,700	\$0—48,350	\$0—64,750	\$0—3,250
15%	\$48,351—533,400	\$96,701—600,050	\$48,351—300,000	\$64,751—566,700	\$3,251—15,900
20%	\$533,401+	\$600,051+	\$300,001+	\$566,701+	\$15,901+

3.8% TAX ON LESSER OF NET INVESTMENT INCOME OR EXCESS OF MAGI OVER

Single	Married Filing Jointly	Married Filing Separately
\$200,000	\$250,000	\$125,000

STANDARD DEDUCTIONS

Single; Married Filing Separately	Married Filing Jointly; Surviving Spouses	Head of Household
\$15,750	\$31,500	\$23,625

ADDITIONAL STANDARD DEDUCTIONS

Single or Head of Household	Married Filing Jointly; Married Filing Separately
65 or older OR blind: +\$8,000*	65 or older OR blind: +\$7,600* (per qualifying individual)
65 or older AND blind: +\$10,000*	65 or older AND blind: +\$9,200* (per qualifying individual)

TAX CREDITS, DEDUCTIONS, AND DISTRIBUTIONS

CREDIT/DEDUCTION/ACCOUNT	2025 MAXIMUM CREDIT/DEDUCTION/DISTRIBUTION	INCOME PHASEOUTS BEGIN AT MAGI:
Child Tax Credit	\$2,200 (\$1,700 refundable)	\$400,000 joint, \$200,000 all others
Adoption Tax Credit	Up to \$17,280 credit	\$252,150
American Opportunity Tax Credit	\$2,500 per eligible student	\$160,000 joint, \$80,000 all others
Lifetime Learning Credit	\$2,000 credit	\$160,000 joint, \$80,000 all others
Coverdell	Up to \$2,000 (not deductible)	\$190,000 joint, \$95,000 all others
529 Plan (K-12)	\$10,000 distribution	None
529 Plan (Higher Ed)	Distribution limited to amount of qualified expenses	None
Savings Bond Interest Tax-Free if Used for Education	Deduction limited to amount of qualified expenses	\$149,250 joint, \$99,500 all others

GIFT AND ESTATE TAX EXCLUSIONS

Federal Gift Tax Rates	Lifetime Gift and Estate Tax Exemption Amount	Annual Gift Tax Exclusion Amount
Up to 40%	\$13,990,000	\$19,000 per person

MEDICARE TAX

Employer Pays	Employee Pays	Self-Employed Pays
1.45%	1.45%, plus 0.9% on income over \$200,000 (single) or \$250,000 (joint)	2.90%, plus 0.9% on income over \$200,000 (single) or \$250,000 (joint)

FICA TAX

SOCIAL SECURITY TAX PAID ON INCOME UP TO \$176,100			
	Employer Pays	Employee Pays	Self-Employed Pays
% Withheld	6.2%	6.2%	12.4%
Maximum Tax Payable	\$10,918.20	\$10,918.20	\$21,836.40

KIDDIE TAX

First \$1,350 Unearned Income	Next \$1,350 Unearned Income	\$2,700+ Unearned Income
Tax free	Taxed at 10%	Taxed at parent's marginal rate

2025 TAX DEADLINES

JANUARY 15 Estimated tax payments due for 4th quarter
JANUARY 27 Tax filing season begins
APRIL 15 Tax Day Last day to file taxes or file for a tax extension
JUNE 16 Estimated tax payments due for 2nd quarter
SEPTEMBER 15 Estimated tax payments due for 3rd quarter
OCTOBER 15 Last day to file taxes if filed for an extension
DECEMBER 31 401(k) contributions deadline RMD deadline Charitable donations deadline

Source: IRS.gov

Information contained in this document is current as of 1/8/2025. It is subject to legislative changes and is not intended to be legal or tax advice. Any information is not a complete summary or statement of all available data necessary for making an investment decision and does not constitute a recommendation. This information has been obtained from sources considered to be reliable, but we do not guarantee that the foregoing material is accurate or complete. You should discuss any tax or legal matters with the appropriate professional.

Numbers in red reflect changes made in the One Big Beautiful Bill.
* Additional deduction phaseout at MAGI over \$75,000 (\$150,000 for joint filers).

2025 ANNUAL ADJUSTMENTS

ROTH 401(K) AND TRADITIONAL 401(K) CONTRIBUTION LIMITS

Pretax and Roth Employee Contributions	Employer and Employee Contributions	Catch-up Contributions at 50 or Older
\$23,500	\$70,000	\$7,500

INDIVIDUAL RETIREMENT ACCOUNTS

IRA TYPE	CONTRIBUTION LIMIT	CATCH-UP AT 50 OR OLDER	INCOME PHASEOUTS AT MAGI:
Traditional Nondeductible	\$7,000	\$1,000	None
Traditional Deductible	\$7,000	\$1,000	If covered by a plan: Single, HOH: \$79,000—89,000 Joint: \$126,000—146,000 If one spouse is covered by a plan: Joint: \$236,000—246,000
Roth	\$7,000	\$1,000	Single, HOH: \$150,000—165,000 Joint: \$236,000—246,000
Roth Conversion			No income limit

TRADITIONAL AND ROTH IRAS: UP TO \$7,000 CONTRIBUTION CAN BE MADE FOR NON-WORKING SPOUSE

SIMPLE PLANS

Elective Deferral Limit	Catch-up Contributions at 50 or Older
\$16,500	\$3,500

HEALTH SAVINGS ACCOUNTS

ANNUAL LIMIT	Individuals	Families	Catch-up for 55 and Older
Maximum Deductible Contribution	\$4,300	\$8,550	\$1,000
Expense Limits (Deductibles and Copays)	\$8,300	\$16,600	
Minimum Annual Deductible	\$1,650	\$3,300	

MEDICARE PREMIUMS

MAGI, Single	MAGI, Joint	Full Part B Coverage Premium	Part D Monthly Income Adjustment
\$0—106,000	\$0—212,000	\$185.00	\$0
\$106,001—133,000	\$212,001—266,000	\$259.00	\$13.70
\$133,001—167,000	\$266,001—334,000	\$370.00	\$35.30
\$167,001—200,000	\$334,001—400,000	\$480.90	\$57.00
\$200,001—500,000	\$400,001—750,000	\$591.90	\$78.60
\$500,001+	\$750,001+	\$628.90	\$85.80

MEDICARE PART B ANNUAL DEDUCTIBLE: \$257

MEDICARE PART A DEDUCTIBLES

Inpatient Hospital Deductible	Hospital Coinsurance Days 61—90	Hospital Coinsurance Lifetime Reserve Days	Skilled Nursing Facility Coinsurance (Days 21—100)
\$1,676	\$419 per day	\$838 per day	\$209.50 per day

TAX DEDUCTIBLE LIMITS FOR LONG-TERM CARE INSURANCE

Age 40 or Younger	Age 41—50	Age 51—60	Age 61—70	Age 71 and Older
\$480	\$900	\$1,800	\$4,810	\$6,020

SOCIAL SECURITY BENEFITS

Estimated Maximum Monthly Benefit if Turning 66 in 2025	\$4,018
Retirement Earnings Exempt Amounts	\$23,400 if under age 66; \$62,160 at age 66; no limit after age 66

TAX ON SOCIAL SECURITY BENEFITS

	Single	Married Filing Jointly	Married Filing Separately, Living with Spouse
Up to 50% Taxable	\$25,001—34,000	\$32,001—44,000	
Up to 85% Taxable	\$34,001+	\$44,001+	\$0+

Provisional income = adjusted gross income (not incl. Social Security) + tax-exempt interest + 50% of Social Security benefit

PARTIAL UNIFORM LIFETIME TABLE

Age of IRA Owner or Plan Participant	Life Expectancy (Years)	Age of IRA Owner or Plan Participant	Life Expectancy (Years)	Age of IRA Owner or Plan Participant	Life Expectancy (Years)
73	26.5	84	16.8	95	8.9
74	25.5	85	16.0	96	8.4
75	24.6	86	15.2	97	7.8
76	23.7	87	14.4	98	7.3
77	22.9	88	13.7	99	6.8
78	22.0	89	12.9	100	6.4
79	21.1	90	12.2	101	6.0
80	20.2	91	11.5	102	5.6
81	19.4	92	10.8	103	5.2
82	18.5	93	10.1	104	4.9
83	17.7	94	9.5	105	4.6

2025 STATE INCOME TAXES

