

TAX RATES

2025 Individual Tax Rates

| Unmarried Individuals (other than surviving spouses and heads of households) | |
|--|--|
| Taxable Income | 2025 Tax |
| Not over \$11,925 | 10% of the taxable income |
| Over \$11,925 but not over \$48,475 | \$1,192.50 plus 12% of the excess over \$11,925 |
| Over \$48,475 but not over \$103,350 | \$5,578.50 plus 22% of the excess over \$48,475 |
| Over \$103,350 but not over \$197,300 | \$17,651 plus 24% of the excess over \$103,350 |
| Over \$197,300 but not over \$250,525 | \$40,199 plus 32% of the excess over \$197,300 |
| Over \$250,525 but not over \$626,350 | \$57,231 plus 35% of the excess over \$250,525 |
| Over \$626,350 | \$188,769.75 plus 37% of the excess over \$626,350 |

| Married Individuals Filing Joint Returns, & Surviving Spouses | |
|---|--|
| Taxable Income | 2025 Tax |
| Not over \$23,850 | 10% of taxable income |
| Over \$23,850 but not over \$96,950 | \$2,385 plus 12% of the excess over \$23,850 |
| Over \$96,950 but not over \$206,700 | \$11,157 plus 22% of the excess over \$96,950 |
| Over \$206,700 but not over \$394,600 | \$35,302 plus 24% of the excess over \$206,700 |
| Over \$394,600 but not over \$501,050 | \$80,398 plus 32% of the excess over \$394,600 |
| Over \$501,050 but not over \$751,600 | \$114,462 plus 35% of the excess over \$501,050 |
| Over \$751,600 | \$202,154.50 plus 37% of the excess over \$751,600 |

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

| Married Individuals Filing Separate Returns | |
|---|--|
| Taxable Income | 2025 Tax |
| Not over \$11,925 | 10% of the taxable income |
| Over \$11,925 but not over \$48,475 | \$1,192.50 plus 12% of the excess over \$11,925 |
| Over \$48,475 but not over \$103,350 | \$5,578.50 plus 22% of the excess over \$48,475 |
| Over \$103,350 but not over \$197,300 | \$17,651 plus 24% of the excess over \$103,350 |
| Over \$197,300 but not over \$250,525 | \$40,199 plus 32% of the excess over \$197,300 |
| Over \$250,525 but not over \$375,800 | \$57,231 plus 35% of the excess over \$250,525 |
| Over \$375,800 | \$101,077.25 plus 37% of the excess over \$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 over \$3,150 | 10% of the taxable income |
| Over \$3,150 but not over \$11,450 | \$315 plus 24% of the excess over \$3,150 |
| Over \$11,450 but not over \$15,650 | \$2,307 plus 35% of the excess over \$11,450 |
| Over \$15,650 | \$3,777 plus 37% of the excess over \$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 – > \$200,00 | |

*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. | <p>Taxpayers with income below the 15% rate threshold below, pay 0%. The following are the income thresholds for 15% and 20% rates.</p> <p><u>Married Filing Jointly:</u> 15% Rate - \$96,700 - \$600,050 20% Rate – over \$600,050</p> <p><u>Married Filing Separately:</u> 15% Rate - \$48,350 - \$300,000 20% Rate – over \$300,000</p> <p><u>Head of Household:</u> 15% Rate - \$64,750 - \$566,700 20% Rate – over \$566,700</p> <p><u>Unmarried Individuals:</u> 15% Rate - \$48,350 - \$533,400 20% Rate – over \$533,400</p> |
| 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

2025 Standard Mileage Rates

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

PERSONAL DEDUCTIONS

2025 Standard Deduction

| Filing Status | Standard Deduction |
|---|---|
| Unmarried Individuals | \$15,000 |
| Married Individuals Filing Separate Returns | \$15,000 |
| Heads of Households | \$22,500 |
| Married Individuals Filing Joint Returns & Surviving Spouses | \$30,000 |
| Dependents | Cannot exceed > of (1) \$1,350 or (2) \$450 plus 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

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 |

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* | N/A |
| 401(k) | \$23,500** | 25% of wages*** |

*\$20,000 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)