



# Tax Facts and Figures

Shelia Johnson, EA, Advocate

Appointments: [Bookme.name/TaxDivas](https://bookme.name/TaxDivas)  
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ADMITTED TO PRACTICE BEFORE THE IRS

**ENROLLED AGENT**

**2025 Federal Tax Rate Schedules**

Single 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	to	103,350	×	22.0%	minus 5,086.00 = Tax
103,351	to	197,300	×	24.0%	minus 7,153.00 = Tax
197,301	to	250,525	×	32.0%	minus 22,937.00 = Tax
250,526	to	626,350	×	35.0%	minus 30,452.75 = Tax
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	to	96,950	×	12.0%	minus 477.00 = Tax
96,951	to	206,700	×	22.0%	minus 10,172.00 = Tax
206,701	to	394,600	×	24.0%	minus 14,306.00 = Tax
394,601	to	501,050	×	32.0%	minus 45,874.00 = Tax
501,051	to	751,600	×	35.0%	minus 60,905.50 = Tax
751,601	and over		×	37.0%	minus 75,937.50 = 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	to	103,350	×	22.0%	minus 5,086.00 = Tax
103,351	to	197,300	×	24.0%	minus 7,153.00 = Tax
197,301	to	250,525	×	32.0%	minus 22,937.00 = Tax
250,526	to	375,800	×	35.0%	minus 30,452.75 = Tax
375,801	and over		×	37.0%	minus 37,968.75 = Tax

HOH Taxable Income					
\$ 0	to	17,000	×	10.0%	minus \$ 0.00 = Tax
17,001	to	64,850	×	12.0%	minus 340.00 = Tax
64,851	to	103,350	×	22.0%	minus 6,825.00 = Tax
103,351	to	197,300	×	24.0%	minus 8,892.00 = Tax
197,301	to	250,500	×	32.0%	minus 24,676.00 = Tax
250,501	to	626,350	×	35.0%	minus 32,191.00 = Tax
626,351	and over		×	37.0%	minus 44,718.00 = Tax

**Additional Medicare Tax**

0.9% additional tax on wage income above threshold

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

**2025 Qualifying Relative Limit**

The qualifying relative income limit is..... \$5,200

**2025 Standard Deduction**

The basic standard deduction for 2025 is:  
 Single or MFS..... \$15,000  
 MFJ or QSS..... \$30,000  
 HOH..... \$22,500

**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.

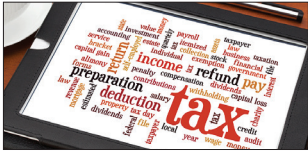
**Child Tax Credit and Credit for Other Dependents**

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

**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

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



# Tax Facts and Figures

## Business Expenses

<b>2025 Standard Mileage Rate Per Mile</b>	Business.....70.0¢
Medical and moving*	21.0¢
Charitable	14.0¢
Depreciation	33.0¢

### Section 179 Expense Limits

Regular 179 limits	\$1,250,000
SUV limits	\$31,300
Investment phaseout begins	\$3,130,000

### 2025 Standard Deduction for Meals—High Low Method (Per Day)

High cost localities	\$ 86
All other localities	\$ 74
Transportation workers	\$ 80

### Qualified Transportation Benefits (exclusion from income allowed, but no employer deduction)

Commuter benefits (per month)	\$325
Parking benefits (per month)	\$325

\*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

### 401(k)/403(b) Deferral Limits

Under age 50	\$23,500
Age 50 and over	\$31,000
Age 60 thru 63	\$34,750

### IRA Contribution Limits

Under age 50	\$7,000
Age 50 and over	\$8,000

### IRA Deduction Phaseout Range if Covered by Employer Plan

MFJ	\$126,000–\$146,000
Spouse not covered	
	\$236,000–\$246,000
Single, HOH	\$79,000–\$89,000
MFS	\$0–\$10,000

### Roth IRA Phaseout Range

MFJ	\$236,000–\$246,000
Single, HOH	\$150,000–\$165,000
MFS	\$0–\$10,000

### SIMPLE Deferral Limits

Under age 50	\$16,500
Age 50 and over	\$20,000
Age 60 thru 63	\$21,750

### Qualified Retirement Plans

Profit sharing/SEP limits	25%/70,000
Defined benefit plan limits	\$280,000
Compensation limits	\$350,000

## Education Tax Benefits

### American Opportunity Credit

MFJ phaseout	\$160,000–\$180,000
Single, HOH phaseout	\$80,000–\$90,000
Maximum credit	\$2,500 per student
Up to 40% (\$1,000) may be refundable	

### Lifetime Learning Credit

MFJ phaseout	\$160,000–\$180,000
Single, HOH phaseout	\$80,000–\$90,000
Maximum credit	\$2,000 per return

### Education Savings Account (ESA)

MFJ phaseout	\$190,000–\$220,000
All others	\$95,000–\$110,000
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

### U.S. Savings Bonds Interest Exclusion

MFJ phaseout	\$149,250–\$179,250
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 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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## 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
<b>Taxable Income</b>		
Single	\$0 to \$48,350	0%
MFJ/QSS	\$0 to \$96,700	
MFS	\$0 to \$48,350	
HOH	\$0 to \$64,750	
Estates and Trusts	\$0 to \$3,250	
<b>Taxable Income</b>		
Single	\$48,351 to \$533,400	15%
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	
<b>Taxable Income</b>		
Single	\$533,401 and over	20%
MFJ/QSS	\$600,051 and over	
MFS	\$300,001 and over	
HOH	\$566,701 and over	
Estates and Trusts	\$15,901 and over	
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

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.