

# 2025 Tax Planning Quick Reference Guide

Updated July 2025 after passage of the One Big Beautiful Bill Act



## FEDERAL INCOME TAX RATES

Single		Married, filing jointly		Married, filing separately		Head of household (HOH)		Estates, trusts and unearned income of children	
\$0-\$11,925	10%	\$0-\$23,850	10%	\$0-\$11,925	10%	\$0-\$17,000	10%	\$0-\$3,150	10%
\$11,926-\$48,475	12%	\$23,851-\$96,950	12%	\$11,926-\$48,475	12%	\$17,001-\$64,850	12%	\$3,151-\$11,450	24%
\$48,476-\$103,350	22%	\$96,951-\$206,700	22%	\$48,476-\$103,350	22%	\$64,851-\$103,350	22%	\$11,451-\$15,650	35%
\$103,351-\$197,300	24%	\$206,701-\$394,600	24%	\$103,351-\$197,300	24%	\$103,351-\$197,300	24%	\$15,651 or more	37%
\$197,301-\$250,525	32%	\$394,601-\$501,050	32%	\$197,301-\$250,525	32%	\$197,301-\$250,500	32%	The amount used to reduce the net unearned income on a child's return subject to the "kiddie tax" is \$1,350.	
\$250,526-\$626,350	35%	\$501,051-\$751,600	35%	\$250,526-\$375,800	35%	\$250,501-\$626,350	35%		
\$626,351 or more	37%	\$751,601 or more	37%	\$375,801 or more	37%	\$626,351 or more	37%		

## FEDERAL INCOME TAX DEDUCTIONS AND CREDITS

### Standard deductions

Single	\$15,750
Married, filing jointly	\$31,500
Head of household (HOH)	\$23,625
Married, filing separately	\$15,750
Additional standard deduction for taxpayers who are age 65 or are blind:	
Single or HOH	\$2,000
All other statuses	\$1,600
Temporary Additional Senior Deduction (per person age 65+, through 2028, subject to income phaseouts)	\$6,000

### Child tax credit

The refundable portion of the credit cannot exceed \$1,700 for a qualifying child.

### Long-term care premium deductibility limits<sup>1</sup>

For HSA reimbursement or Section 213 medical deduction (subject to income limits)

Attained age before end of tax year	Limit
40 or less	\$480
More than 40 but not more than 50	\$900
More than 50 but not more than 60	\$1,800
More than 60 but not more than 70	\$4,810
More than 70	\$6,020

## OTHER FEDERAL TAX RATES

### Rates for long-term capital gains and qualified dividends

Capital gains rate/ filing status	Single filer (income amount)	Married, filing jointly (income amounts)
0%	\$0-\$48,350	\$0-\$96,700
15%	\$48,351-\$533,400	\$96,701-\$600,050
20%	\$533,401 or more	\$600,051 or more

### Investment income Medicare tax

3.8%

Applies to the lesser of (a) net investment income or (b) modified adjusted gross income (MAGI) exceeding:

• Individuals	\$200,000
• Married, filing jointly	\$250,000
• Married, filing separately	\$125,000
• Estates and trusts	\$15,650

### Federal gift and estate tax

Gift tax annual exclusion	\$19,000
Annual exclusion for gift to noncitizen spouse	\$190,000
Estate tax exclusion amount	\$13,990,000
Lifetime gifting exclusion amount	\$13,990,000
Highest gift tax rate	40%
Highest estate tax rate	40%
Highest generation-skipping transfer tax rate	40%

### Social Security

Annual cost-of-living adjustment	2.5%
Maximum earnings (during working years) subject to FICA tax	\$176,100
Income <sup>2</sup> causing Social Security benefits to be taxable:	
• Single or HOH	
– 50% taxable	\$25,000-\$34,000 MAGI
– 85% taxable	More than \$34,000
• Married, filing jointly	
– 50% taxable	\$32,000-\$44,000 MAGI
– 85% taxable	More than \$44,000

Maximum earnings (from a job) between age 62 and normal Social Security retirement age before Social Security benefits are reduced \$1 for every additional \$2 earned

## CONTRIBUTION LIMITS

### IRA

IRA contribution (under age 50)	\$7,000
IRA contribution (50 and older)	\$8,000
IRA deduction phaseout (qualified plan participant):	
• Single or HOH	\$79,000-\$89,000
• Married, filing jointly	\$126,000-\$146,000
• Married, filing separately	\$0-\$10,000
• Spousal IRA deduction phaseout	\$236,000-\$246,000

### Phaseout of Roth IRA contributions eligibility

Single	\$150,000-\$165,000
Married, filing jointly	\$236,000-\$246,000
Married, filing separately	\$0-\$10,000

### SEP

SEP contribution limit is the lesser of 25% of compensation, or	\$70,000
Minimum compensation for SEP participant	\$750

### SIMPLE

SIMPLE elective deferral (under age 50)	\$16,500
SIMPLE elective deferral (50 and older)	\$20,000
SIMPLE elective deferral (ages 60-63)	\$21,750

### Retirement plans

401(k), 403(b), <sup>3</sup> 457 <sup>4</sup> and SARSEP elective deferral (under 50)	\$23,500
401(k), 403(b), <sup>3</sup> 457 <sup>4</sup> and SARSEP elective deferral (50 and older)	\$31,000
401(k), 403(b), <sup>3</sup> 457 <sup>4</sup> and SARSEP elective deferral (ages 60-63)	\$34,750
Total contribution limit on additions to defined contribution plans	\$70,000
Annual benefit limit on defined benefit plans	\$280,000
Highly compensated employee threshold	\$160,000
Maximum compensation taken into account for qualified plans	\$350,000

### Health savings accounts (HSAs)

Individual limit (under age 55)	\$4,300
Family limit	\$8,550
Catch-up contribution (55 and older)	\$1,000