

IMPORTANT TAX CHANGES 2025

2025 Tax Brackets - Taxpayers will file 2025 tax returns in 2026

Tax Rate	Single	Married Filing Jointly	Head of Household	Married Filing Separately
10%	Up to \$11,925: 10% of taxable income	Up to \$23,850: 10% of taxable income	Up to \$17,000: 10% of taxable income	Up to \$11,000: 10% of taxable income
12%	12% of taxable income over \$11,925 + \$1,192.50	12% of taxable income over \$23,850 + \$2,200	12% of taxable income over \$17,000 + \$1,700	12% of taxable income over \$11,000 + \$1,192.50
22%	22% of taxable income over \$48,475 + \$5,578.50	22% of taxable income over \$96,950 + \$11,157	22% of taxable income over \$64,850 + \$7,442	22% of taxable income over \$48,475 + \$5,578.50
24%	24% of taxable income over \$103,350 + \$17,651	24% of taxable income over \$206,700 + \$35,302	24% of taxable income over \$103,350 + \$15,912	24% of taxable income over \$103,350 + \$17,651
32%	32% of taxable income over \$197,300 + \$40,199	32% of taxable income over \$394,600 + \$80,398	32% of taxable income over \$197,300 + \$38,460	32% of taxable income over \$197,300 + \$40,199
35%	35% of taxable income over \$250,525 + \$57,231	35% of taxable income over \$501,050 + \$114,462	35% of taxable income over \$250,500 + \$55,484	35% of taxable income over \$250,525 + \$57,231
37%	37% of taxable income over \$626,350 + \$188,769.75	37% of taxable income over \$751,600 + \$202,154.50	37% of taxable income over \$626,350 + \$187,031.50	37% of taxable income over \$375,800 + \$101,077.25

Standard Deduction Amounts

Filing Status	Standard Deduction Amount
Single	\$ 15,750
Married Filing Jointly & Surviving	\$ 31,500
Married filing Separately	\$ 15,750
Heads of Household	\$ 23,625

Other key adjustments for tax year 2025 include:

- * Flexible Spending Account (FSA) contribution limit is \$3,300, and maximum carryover amount is \$660.
- * Health Spending Account (HSA) contribution limit is \$4,300 for self-only and \$8,550 for family.
- * Alternative Minimum Tax (AMT) exemption amount is \$88,100 (\$137,000 for married filing jointly) and be \$626,350 (\$1,252,700 for married filing jointly).
- * Earned Income Tax Credit (EITC) maximum amount is \$8,046.
- * Foreign earned income exclusion is \$130,000
- * The gift tax exclusion is \$19,000 with Max Estate tax exclusion amount is \$13,990,000.
- * 401(k) contribution limit is \$23,500 for employee contributions. Catch-up contribution limit for age 50 or o
- * Senior exemption of \$6,000 per individual over 65 of age. MFJ qualify for \$12,000, income up to \$75K-Sing Filing Jointly
- * Auto Loan Interest (Non-Itemizer) must be Mfg. in USA. Interest deduction up to \$10,000 annually. Income Single, \$200K-Married Filing Jointly
- * Child Tax Credit increase to \$2,200 per/child
- * Capital gains short term ordinary income at your tax brackets rate. Long term max at 20%

Please reach out with any questions applicable to your tax situation

For other tax changes, please visit: <https://www.irs.gov/>