

**IMPORTANT TAX CHANGES 2025**

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

<b>Tax Rate</b>	<b>Single</b>	<b>Married Filing Jointly</b>	<b>Head of Household</b>	<b>Married Filing Separately</b>
<b>10%</b>	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
<b>12%</b>	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
<b>22%</b>	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
<b>24%</b>	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
<b>32%</b>	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
<b>35%</b>	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
<b>37%</b>	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**

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

**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 begins at \$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 older is \$10,000.
- \* Senior exemption of \$6,000 per individual over 65 of age. MFJ qualify for \$12,000, income up to \$75K-Single 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/>