

Updated 8/23/2025 for the One Big Beautiful Bill Act (OBBBA) (Pub. L. 119-21)

## TAX RATES

### 2025 Individual Tax Rates

#### Unmarried Individuals

(other than surviving spouses & heads of households)

| Taxable Income                                | 2025 Tax                                     |
|---|--|
| Not > <b>\$11,925</b>                         | 10% of the taxable income                    |
| > <b>\$11,925</b> but not > <b>\$48,475</b>   | \$1,192.50 + 12% of the excess > \$11,925    |
| > <b>\$48,475</b> but not > <b>\$103,350</b>  | \$5,578.50 + 22% of the excess > \$48,475    |
| > <b>\$103,350</b> but not > <b>\$197,300</b> | \$17,651 + 24% of the excess > \$103,350     |
| > <b>\$197,300</b> but not > <b>\$250,525</b> | \$40,199 + 32% of the excess > \$197,300     |
| > <b>\$250,525</b> but not > <b>\$626,350</b> | \$57,231 + 35% of the excess > \$250,525     |
| > <b>\$626,350</b>                            | \$188,769.75 + 37% of the excess > \$626,350 |

#### Married Individuals Filing Joint Returns & Surviving Spouses

| Taxable Income                                | 2025 Tax                                     |
|---|--|
| Not > <b>\$23,850</b>                         | 10% of taxable income                        |
| > <b>\$23,850</b> but not > <b>\$96,950</b>   | \$2,385 + 12% of the excess > \$23,850       |
| > <b>\$96,950</b> but not > <b>\$206,700</b>  | \$11,157 + 22% of the excess > \$96,950      |
| > <b>\$206,700</b> but not > <b>\$394,600</b> | \$35,302 + 24% of the excess > \$206,700     |
| > <b>\$394,600</b> but not > <b>\$501,050</b> | \$80,398 + 32% of the excess > \$394,600     |
| > <b>\$501,050</b> but not > <b>\$751,600</b> | \$114,462 + 35% of the excess > \$501,050    |
| > <b>\$751,600</b>                            | \$202,154.50 + 37% of the excess > \$751,600 |

#### Heads of Households

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

#### Married Individuals Filing Separate Returns

| Taxable Income                                | 2025 Tax                                     |
|---|--|
| Not > <b>\$11,925</b>                         | 10% of the taxable income                    |
| > <b>\$11,925</b> but not > <b>\$48,475</b>   | \$1,192.50 + 12% of the excess > \$11,925    |
| > <b>\$48,475</b> but not > <b>\$103,350</b>  | \$5,578.50 + 22% of the excess > \$48,475    |
| > <b>\$103,350</b> but not > <b>\$197,300</b> | \$17,651 + 24% of the excess > \$103,350     |
| > <b>\$197,300</b> but not > <b>\$250,525</b> | \$40,199 + 32% of the excess > \$197,300     |
| > <b>\$250,525</b> but not > <b>\$375,800</b> | \$57,231 + 35% of the excess > \$250,525     |
| > <b>\$375,800</b>                            | \$101,077.25 + 37% of the excess > \$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 > <b>\$3,150</b>                        | 10% of the taxable income              |
| > <b>\$3,150</b> but not > <b>\$11,450</b>  | \$315 + 24% of the excess > \$3,150    |
| > <b>\$11,450</b> but not > <b>\$15,650</b> | \$2,307 + 35% of the excess > \$11,450 |
| > <b>\$15,650</b>                           | \$3,777 + 37% of the excess > \$15,650 |

### Social Security & Medicare

|  | Self-Employed  | Employee  |
|--|--|-----------|
| <b>SS Tax Rate</b>                     | 12.4%  | 6.2%      |
| <b>Max Wages Subject to SS</b>         | \$190,688*   | \$176,100 |
| <b>Med. Tax Rate</b>                   | 2.9%   | 1.45%     |
| <b>Additional Medicare Tax of 0.9%</b> | Married Filing Joint – MAGI: > <b>\$250,000</b><br>Married Filing Separate: > <b>\$125,000</b><br>Others: > <b>\$200,000</b> |           |

\* 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   |
|--|----------------------|--|
| <b>Short-term capital gains</b>  | One year or less     | Ordinary income tax rates, up to 37%   |
| <b>Long-term capital gains</b>   | More than one year   | Taxpayers with income below the 15% rate threshold below, pay 0%.<br><br>The following are the income thresholds for 15% and 20% rates.<br><u>Married Filing Jointly:</u><br><b>15% Rate:</b> \$96,700 - \$600,050<br><b>20% Rate:</b> > \$600,050<br><br><u>Married Filing Separately:</u><br><b>15% Rate:</b> \$48,350 - \$300,000<br><b>20% Rate:</b> > \$300,000<br><br><u>Head of Household:</u><br><b>15% Rate:</b> \$64,750 - \$566,700<br><b>20% Rate:</b> > \$566,700<br><br><u>Unmarried Individuals:</u><br><b>15% Rate:</b> \$48,350 - \$533,400<br><b>20% Rate:</b> > \$533,400 |
| <b>Collectibles</b>  | More than one year   | 28%  |
| <b>Section 1202 qualified small business stock</b>   | More than five years | 28%  |
| <b>Unrecaptured \$1250 gain, (gains on real property attributable to straight-line depreciation)</b> | More than one year   | 25%  |

## VEHICLES

### Depreciation Limits for Passenger Vehicles Placed in Service in 2025

| Tax Year             | With Bonus Depreciation<br>Amount | No Bonus Depreciation<br>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                         |

### 2025 Standard Mileage Rates

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

## 2025 STANDARD DEDUCTION

| Filing Status   | Standard Deduction  |
|---|---|
| Unmarried Individuals   | \$15,750  |
| Married Individuals Filing Separate Returns                         | \$15,750  |
| Heads of Households   | \$23,625  |
| Married Individuals Filing Joint Returns & Surviving Spouses        | \$31,500  |
| Dependents  | Cannot exceed > of (1) \$1,350, or, (2) \$450 + earned income                       |
| Additional Amount for Aged or Blind (amount if both aged and blind) | <b>Filing Jointly:</b> \$1,600 (\$3,200)<br><b>Single or HOH:</b> \$2,000 (\$4,000) |

### 2025 Personal Exemptions

| Per Individual | No Longer Applicable |
|----------------|----------------------|
|----------------|----------------------|

### 2025 Health Savings Account (HSA)

| HDHP* Coverage | Contribution Limit |
|----------------|--------------------|
| Self-only      | \$4,300            |
| Family         | \$8,550            |

Catch-up contributions for age 55+ are \$1,000

\* High-Deductible Health Plan

## RETIREMENT PLANS 2025

|                                 |         |
|---------------------------------|---------|
| IRA contribution (under age 50) | \$7,000 |
| IRA contribution (50 and older) | \$8,000 |

| IRA deductibility phase-out (based on MAGI) |                       |
|---|-----------------------|
| <i>Participants in employer plans</i>       |                       |
| 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*<br>\$17,600**   | N/A  |
| 401(k)          | \$23,500***               | 25% of wages****                           |

\* \$20,000 if 50 or older

\*\* 25 or fewer employees, \$21,450 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)



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