

Tax Facts and Figures

Butler Accounting & Taxes Inc. 28 W 501 Batavia Road Warrenville, IL 60555 630-393-0334

Website: Butlertaxes.net

Mobile: 630-476-0334 Fax: 630-393-7948

2(025 Fe	der	al Tax F	Rat	e Sche	dules				
Si	ngle Tax	able	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	dover	×	37.0%	minus	4	42,979.75	=	Tax
М	FJ or QS	S Tax	cable Inco	me						
\$	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	4	45,874.00	=	Tax
	501,051	to	751,600	×	35.0%	minus	(60,905.50	=	Tax
	751,601	and	dover	×	37.0%	minus	-	75,937.50	=	Tax
М	FS Taxab	le In	come							
\$	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	l over	×	37.0%	minus	;	37,968.75	=	Tax
Н	OH Taxab	le In	come							
\$	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	dover	×	37.0%	minus	4	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 Senior Deduction

Deduction, per person (age 65 or older)......\$6,000 Deduction phases out when MAGI exceeds \$75,000 (\$150,000 MFJ)

2025 Standard Deduction

The basic standard deduction for 2025 is:	
Single or MFS	\$15,750
MFJ or QSS	\$31,500
HOH	\$23.625

Age 65 and/or blind. The additional amounts for age 65 or older and/or blind, per person, per event in 2025 are:

illiu, per person, per event in 2023 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

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

Social Security Highlights

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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

2025 Standard Mileage Rate Per Mile Business70.0¢	2025 Standard Deduction for Meals— High Low Method (Per Day)
Medical and moving*21.0¢	High cost localities\$86
Charitable14.0¢	All other localities\$74
Depreciation33.0¢	Transportation workers\$80
Section 179 Expense Limits	Qualified Transportation Benefits
Regular 179 limits\$1,250,000	(exclusion from income allowed, but
SUV limits\$31,300	no employer deduction)
Investment phaseout	Commuter benefits (per month)\$325
begins\$3,130,000	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

Į	2023 Nethement Flan Limits					
	401(k)/403(b) Deferral Limits	Roth IRA Phaseout Range				
	Under age 50\$23,500	MFJ\$236,000-\$246,000				
	Age 50 and over\$31,000	Single, HOH \$150,000 – \$165,000				
	Age 60 thru 63\$34,750	MFS\$0-\$10,000				
	IRA Contribution Limits	SIMPLE Deferral Limits				
	Under age 50\$7,000	Under age 50\$16,500				
	Age 50 and over \$8,000	Age 50 and over\$20,000				
	IRA Deduction Phaseout Range if	Age 60 thru 63\$21,750				
	Covered by Employer Plan	Qualified Retirement Plans				
	MFJ\$126,000-\$146,000	Profit sharing/SEP				
	Spouse not covered	limits25%/\$70,000				
	\$236,000-\$246,000	Defined benefit plan limits \$280,000				
	Single, HOH\$79,000-\$89,000	Compensation limits \$350,000				
	MES \$0-\$10,000					

Education Tax Benefits

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American Opportunity Credit	Education Savings Account (ESA)				
MFJ phaseout \$160,000 - \$180,000	MFJ phaseout\$190,000-\$220,000				
Single, HOH	All others\$95,000-\$110,000				
phaseout \$80,000-\$90,000	Annual contribution limit: \$2,000 per beneficiary				
Maximum credit: \$2,500 per student	Student Loan Interest Deduction				
Up to 40% (\$1,000) may be refundable	MFJ phaseout\$170,000-\$200,000				
Lifetime Learning Credit	Single, HOH phaseout \$85,000-\$100,000				
MFJ phaseout \$160,000 – \$180,000	Maximum deduction: \$2,500 per return				
Single, HOH	U.S. Savings Bonds Interest Exclusion				
phaseout\$80,000—\$90,000	MFJ phaseout\$149,250-\$179,250				
Maximum credit: \$2,000 per return	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 and other qualified 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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Taxpayers should seek professional tax advice for more information.

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

191FJ. 3334,000 191FS. 3137,300 31110H, HUH, USS. 3137,300	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.