



2024					INCOME TAXES				2025				UNIFORM LIFETIME TABLE	
IF TAXABLE INCOME IS: OVER BUT NOT >		THE TAX IS:			OF THE AMOUNT >		IF TAXABLE INCOME IS: OVER BUT NOT >		THE TAX IS:		OF THE AMOUNT >		For calculating Required Minimum Distributions from Qualified Plans and Traditional IRAs.	
													Effective 1/1/25	
													CURRENT AGE	DISTRIB. PERIOD
<b>MARRIED FILING JOINTLY:</b>	\$0	\$23,200	0	\$0 + 10%	\$0	<b>MARRIED FILING JOINTLY:</b>	\$0	\$23,850	\$0 + 10%	\$0				
	23,201	94,300	2,320	+ 12%	23,200		23,851	96,950	2,385	+ 12%	23,850			
	94,301	201,050	10,852	+ 22%	94,300		96,951	206,700	11,157	+ 22%	96,950			
	201,051	383,900	34,337	+ 24%	201,050		206,701	394,600	35,302	+ 24%	206,700			
	383,901	487,450	78,221	+ 32%	383,900		394,601	501,050	80,398	+ 32%	394,600			
	487,451	731,200	111,357	+ 35%	487,450		501,051	751,600	114,462	+ 35%	501,050			
	731,201	-----	196,669.50	+ 37%	731,200		751,601	-----	202,154.50	+ 37%	751,600			
<b>SINGLE:</b>	\$0	\$11,600	\$0	+ 10%	\$0	<b>SINGLE:</b>	\$0	\$11,925	\$0 + 10%	\$0				
	11,601	47,150	1,160	+ 12%	11,600		11,926	48,475	1,192.50	+ 12%	11,925			
	47,151	100,525	5,426	+ 22%	47,150		48,476	103,350	5,578.50	+ 22%	48,475			
	100,526	191,950	17,168.50	+ 24%	100,525		103,351	197,300	17,651.00	+ 24%	103,350			
	191,951	243,725	39,110.50	+ 32%	191,150		197,301	250,525	40,199.00	+ 32%	197,300			
	243,726	609,350	55,678.50	+ 35%	243,725		250,526	626,350	57,231.00	+ 35%	250,525			
	609,351	-----	183,647.25	+ 37%	609,350		626,351	-----	188,769.75	+ 37%	626,350			
<b>ESTATES &amp; TRUSTS:</b>	\$0	\$3,100	\$0	+ 10%	\$0	<b>ESTATES &amp; TRUSTS:</b>	\$0	\$3,150	\$0 + 10%	\$0				
	3,101	11,150	310	+ 24%	3,100		3,151	11,450	315	+ 24%	3,150			
	11,151	15,200	2,242	+ 35%	11,150		11,451	15,650	2,307	+ 35%	11,450			
	15,201	-----	3,659.50	+ 37%	15,200		15,651	-----	3,777	+ 37%	15,200			

**CORPORATIONS 2024-2025:** Corporate Income is taxed at 21%.

**CAPITAL GAINS TAX:**

Under the Tax Cuts and Jobs Act 2017, the three capital gains income thresholds don't match up perfectly with the tax brackets. Instead, they are applied to maximum taxable income levels, as follows for 2024-2025 on:

Long-Term Capital Gains Rate	Single Taxpayers 2024/2025	Married Filing Jointly 2024/2025
0%	Up to \$47,025/\$48,350	Up to \$94,050/\$96,700
15%	\$47,026-\$518,900/ \$48,351-\$533,400	\$94,051-\$583,750/ \$96,701-\$600,050
20%	Over \$518,900/\$533,400	Over \$583,750/\$600,050

Data Source: Tax Cuts and Jobs Act

Additional 3.8% Medicare tax on investment income, dividends and capital gains on those with AGI greater than \$200,000 single and \$250,000 married jointly under Patient Protection and Affordable Act.

**KIDDIE TAX:** (Under age 19 or age 24 full-time student with unearned income)

	2024	2025	
<b>FIRST</b>	\$1,300	\$1,350	No tax
<b>NEXT</b>	\$1,300	\$1,350 +	10% rate
<b>AMOUNTS OVER</b>	\$2,600	\$13,500	Parent's rate

**CHILD TAX CREDIT:**

\$2,000/qualifying dependent child (under age 17 end of 2024). MAGI must be below \$400,000 married filing jointly and \$200,000 or below for all other filers.

**STANDARD DEDUCTIONS:**

	2024	2025	ADD'L AGE 65 OR OLDER, OR BLIND
<b>MARRIED FILING JOINTLY</b>	\$29,200	\$30,000	\$1,550
<b>SINGLE</b>	\$14,600	\$15,000	\$1,950
			\$2,000

**ESTATE & GIFT TAXES:**

2024	EXEMPTION	2025	EXEMPTION
	\$13,610,000		\$13,990,000
Both years adjusted for inflation and portability of exemption not used can go to surviving spouse.			
Annual Gift Tax Exclusion: \$18,000/\$19,000 in 2024-2025			
GST Tax Exemption (pegged to estate tax exemption): \$13,610,000/\$13,990,000 (40% rate) in 2024-2025			

**2024-2025 STATE AND LOCAL TAX DEDUCTIONS**

Individuals can deduct no more than \$10,000 worth of deductions which include a combination of property taxes and either a sales tax or state income tax.

**2024-2025 MORTGAGE INTEREST** (Acquisition indebtedness is capped at loans of \$750,000 started 1/1/2018.

Home equity loans for other than home purchase, remodel, etc., no longer deductible (cars, vacations, etc.).

The information contained herein has been obtained by sources we consider reliable as of 12/4/2024 and is subject to change; this information is not guaranteed and we are not soliciting any action based upon it. This material is intended for general consumer educational purposes and is not intended to provide legal, tax, or investment advice nor should it be relied on to avoid tax penalties. Whether any planned tax result is realized depends on the specific facts of your own situation at the time your tax return is filed. Neither D.A. Davidson nor its representatives provide legal, tax or accounting advice. Always consult your tax advisor for specific tax advice.

**SOCIAL SECURITY:**

**BASE AMT. OF MOD. AGI CAUSING SOC. SEC. BENEFITS TO BE TAXABLE:**

	50% TAXABLE	85% TAXABLE
Married Filing Jointly	\$32,000	\$44,000
Single	\$25,000	\$34,000

**MAX. EARNINGS BEFORE SOC. SEC. BENEFITS ARE REDUCED:**

Assumes full retirement age is 67

	2024	2025
Under age 67 (lose \$1 for every \$2)	\$22,320	\$23,400
Months in year up to 67	\$59,520	\$62,160
Age 67 and over	No limit	No limit

**MAX. COMPENSATION SUBJECT TO FICA TAXES:**

	2024	2025
OASDI (Soc. Sec.) maximum	\$168,600	\$176,100
HI (Medicare) maximum	No limit	No limit

OASDI tax rate: 12.4% (2024-2025) self-employment, 6.2% (2024-2025) employees  
 HI (Medicare) tax rate: 2.9% (2024-2025) self-employed, 1.45% (2024-2025) employees

An additional 0.9% Medicare tax will apply to compensation amount over thresholds:

Married Jointly – \$250,000      Single – \$200,000

**TRADITIONAL IRA DEDUCTIBILITY RULES:**

FILING STATUS	COVERED BY EMPLOYER'S RETIREMENT PLAN?	MODIFIED AGI		DEDUCTIBILITY
		2024	2025	
SINGLE	No	Any amount		Full deduction
	Yes	\$76,999 or less	\$78,999 or less	Full deduction
		\$77,000-\$86,999	\$79,000-\$88,999	Partial deduction
		\$87,000 or more	\$89,000 or more	No deduction
MARRIED FILING JOINTLY	Neither spouse covered	Any Amount	Any Amount	Full deduction
	Both spouses covered	122,999 or less	\$125,999 or less	Full deduction
		\$123,000-\$142,999 \$143,000 or more	\$126,000-\$145,999 \$146,000 or more	Partial deduction No deduction
	One spouse covered – For covered spouse	\$122,999 or less	\$125,999 or less	Full deduction
		\$123,000-\$142,999	\$126,000-\$142,999	Partial deduction
		\$143,000 or more	\$143,000 or more	No deduction
One spouse covered – For non-covered spouse	\$229,999 or less	\$235,999 or less	Full deduction	
	\$230,000-\$239,999 \$240,000 or more	\$236,000-\$245,999 \$246,000 or more	Partial deduction No deduction	

Qualified Charitable Distribution (QCD) \$108,000 in 2025 for IRA and non-spouse beneficiary owners 70½ or older. Once in a lifetime QCD for a Charitable Split Interest \$53,000 - Charitable Gift and Charitable Remainder Trust.

**EDUCATION INCENTIVES:**

<b>COVERDELL EDUCATION SAVINGS ACCOUNT PLANS</b>	(Education IRAs) – Contribution limit \$2,000 AGI Phase-Out Range for Contributions to Coverdell Education Savings Accounts: Married Filing Jointly ... \$190,000-\$220,000      Single ... \$95,000-\$110,000
<b>QUALIFIED TUITION PROGRAMS – SECTION 529 PLANS</b>	Distributions after 12/31/2001 used for qualified higher education expenses are income tax free. Computer equipment and related expenses now considered qualified higher education expenses. Beginning in 2018, distributions of \$10,000 per student each year from 529 plans will be tax-free for elementary and secondary school expenses – includes public, private or religious schools.
<b>HOPE AND LIFETIME LEARNING CREDITS</b>	<b>American Opportunity Tax Credit (Hope Credit)</b> – max. \$2,500, 100% of first \$2,000 of education expenses, 25% of expenses from \$2,000 to \$4,000. MAGI Phase-Outs: Married Filing Jointly \$160,000-\$180,000 Others \$80,000-\$90,000
	<b>Lifetime Learning Credit</b> – Up to 20% of first \$10,000 of tuition, max. \$2,000 credit paid. MAGI Phase-Outs: Married Filing Jointly \$160,000-\$180,000 Others \$80,000-\$90,000
<b>EXCLUSION OF U.S. SAVINGS BOND INCOME</b>	MAGI Phase-Outs: Married Filing Jointly \$145,200-\$175,200 Others \$96,800-\$111,800
<b>STUDENT LOAN INTEREST DEDUCTION</b> MAX. DEDUCTION \$2,500	MAGI Phase-Outs: Married Filing Jointly \$165,000-\$195,000 Single \$80,000-\$95,000
	MAGI Phase-Outs: Married Filing Jointly \$170,000-\$200,000 Single \$85,000-\$100,000
<b>DEDUCTIBILITY PERIOD</b>	No time limit

**QUALIFIED PLANS:**

	2024	2025
Maximum elective deferral to retirement plans, e.g., 401(k), 403(b)	\$23,000	\$23,500
Maximum elective deferral to SIMPLE plans	\$16,000	\$16,500
Maximum elective deferral to 457 plans of tax-exempt employers	\$23,000	\$23,500
Limit on annual additions to SEP plans	\$69,000	\$70,000
Annual compensation threshold requiring SEP contribution	\$750	\$750
Limit on annual additions to defined contribution plans	\$69,000	\$69,000
Maximum annual compensation taken into account for contributions	\$345,000	\$345,000
Annual benefit limit under defined benefit plans	\$275,000	\$275,000
Threshold amount for definition of highly compensated employee	\$155,000	\$155,000
Threshold amount for definition of key employee in top-heavy plans	\$220,000	\$220,000
PBGC yearly guaranteed pension amount at age 65 (single life)	\$85,295	\$85,295

**LONG-TERM CARE INSURANCE:**

Max. Qualified LTC Premiums Eligible for Deduction:

YEAR	40 OR LESS	>40<50	>50<60	>60<70	OVER 70
2024	\$470	\$880	\$1,760	\$4,710	\$5,880
2025	\$480	\$900	\$1,800	\$4,810	\$6,020

**HEALTH SAVINGS ACCOUNT (HSA):**

	CONTRIBUTION LIMIT SINGLE	CONTRIBUTION LIMIT FAMILY	CATCH-UP
2024	\$4,150	\$8,300	\$1,000
2025	\$4,300	\$8,550	\$1,000

**ROTH IRAS:**

AGI Phase-Out Range for Contributions to Roth IRAs:

	MARRIED FILING JOINTLY	SINGLE
2024	\$230,000-\$240,000	\$146,000-\$161,000
2025	\$236,000-\$246,000	\$150,000-\$165,000

**CONTRIBUTION LIMITS – TRADITIONAL AND ROTH:**

	2023	2024	2025
Regular	\$6,500	\$7,000	\$7,000
Catch-Up*	\$1,000	\$1,000	\$1,000

\*Only Taxpayers age 50 and over are eligible to make catch-up contributions

**CATCH-UP CONTRIBUTION LIMITS FOR OTHER QUALIFIED PLAN TYPES:**

	2024	2025	2025 (Ages 60-63)
401(k), 403(b), SARSEP and 457 plans	\$7,500	\$7,500	\$11,250
SIMPLE plans	\$3,500	\$3,500	

**SAVER'S TAX CREDIT:**

Contributions to Employer Plans and IRAs

**2025 TAX CREDIT**

Maximum Credit \$2,000 for 2002 and after.

2025 AGI limits below:

MARRIED FILING JOINTLY	SINGLE	CREDIT
\$0-\$47,500	\$0-\$23,750	50% of contribution
\$47,501-\$51,000	\$23,751-\$25,500	20% of contribution
\$51,001-\$79,000	\$25,501-\$39,500	10% of contribution
Over \$79,500	Over \$39,550	Not Available

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