Buzzacott

# 2025

## US tax rates and allowances

2025

| Federal Income Tax Rates | | | |
|---|---|---|---|
| **Single ($)** | **Head of Household ($)** | **Married Filing Jointly ($)** | **Rate** |
| 0 – 11,925 | 0 – 17,000 | 0 – 23,850 | 10% |
| 11,926 – 48,875 | 17,001 – 64,850 | 23,851 – 96,950 | 12% |
| 48,876 – 103,350 | 64,851 – 103,350 | 96,951 – 206,700 | 22% |
| 103,351 – 197,300 | 103,351 – 197,300 | 206,701 – 394,600 | 24% |
| 197,301 – 250,525 | 197,301 – 250,500 | 394,601 – 501,050 | 32% |
| 250,526 – 626,350 | 250,501 – 626,350 | 501,051 – 751,600 | 35% |
| 626,351 or more | 626,351 or more | 751,601 or more | 37% |
| For Married Filing Separately, the bands for each rate are at half of the levels set for Married Filing Jointly. | | | |

| Federal Capital Gains Tax Rate | | | |
|---|---|---|---|
| Long-term (held for more than one year): | | | |
| **Single ($)** | **Head of Household ($)** | **Married Filing Jointly ($)** | **Rate** |
| 0 – 48,350 | 0 – 64,750 | 0 – 96,700 | 0% |
| 48,351 – 533,400 | 64,751 – 566,700 | 96,701 – 600,050 | 15% |
| 533,401 or more | 566,701 or more | 600,051 or more | 20% |
| Short-term = ordinary rates. | | | |

| Federal Dividend Tax Rates | | | |
|---|---|---|---|
| Qualified dividends | | | |
| **Single ($)** | **Head of Household ($)** | **Married Filing Jointly ($)** | **Rate** |
| 0 – 48,350 | 0 – 64,750 | 0 – 96,700 | 0% |
| 48,351 – 533,400 | 64,751 – 566,700 | 96,701 – 600,050 | 15% |
| 533,401 or more | 566,701 or more | 600,051 or more | 20% |
| Non-qualified dividends = ordinary rates. | | | |

| Top New York and California Income Tax Rates | Rate |
|---|---|
| New York State | 10.9% |
| New York City | 3.876% |
| California | 14.4% |

The information in this card is correct as at 1 March 2025.



| | 2024 | 2025 |
|---|---|---|
| **Foreign Earned Income Exclusion** | $126,500 | $130,000 |

| Standard Deduction | 2024 | 2025 |
|---|---|---|
| Single/Married Filing Separately | $14,600 | $15,000 |
| Head of Household | $21,900 | $22,500 |
| Married Filing Jointly | $29,200 | $30,000 |

| Federal Estate and Gift Tax | 2024 | 2025 |
|---|---|---|
| Estate/Gift Tax applicable exclusion amount | $13,610,000 | $13,990,000 |
| Annual Gift Tax exclusion amount (per donee) | $18,000 | $19,000 |
| Annual Gift Tax exclusion for non-citizen spouses | $185,000 | $190,000 |
| Estate and Gift Tax maximum rate | 40% | 40% |

| Net Investment Income Tax | 2024 | 2025 |
|---|---|---|
| Married Filing Separately | $125,000 | $125,000 |
| Single/Head of Household | $200,000 | $200,000 |
| Married Filing Jointly | $250,000 | $250,000 |
| A 3.8% tax charge will apply on the lesser of (a) net investment income, or (b) the amount by which Modified Adjusted Gross Income exceeds the abovethresholds. | | |

| Expatriation | 2024 | 2025 |
|---|---|---|
| Excluded amount for a covered expatriate | $866,000 | $890,000 |
| Average annual net Income Tax limit | $201,000 | $206,000 |
| Net worth threshold | $2,000,000 | $2,000,000 |

### Thresholds for filing tax forms to report Foreign Financial Accounts/Assets

FinCEN Form 114 Report of Foreign Bank Accounts (FBAR): maximum balance at any point during the calendar year for each non-US bank and financial account which when aggregated exceed $10,000. The below table summarises the thresholds for filing Form 8938 in reference to the value of taxpayer(s) specified non-US financial accounts/assets.

| | Married Filing Jointly | | Single/Married Filing Separately | |
|---|---|---|---|---|
| | US resident | Non-US resident | US resident | Non-US resident |
| Value on the last day of the tax year | Over $100,000 | Over $400,000 | Over $50,000 | Over $200,000 |
| Value at any time during the tax year | Over $150,000 | Over $600,000 | Over $75,000 | Over $300,000 |

| Federal deadlines for US persons residing outside the US |
|---|
| **17 March 2025** |
| Filing deadline for 2024 Form 3520-A (Annual Information Return of Foreign Trust with US Owner). |
| **15 April 2025** |
| Filing deadline for 2024 Form 709 (US Gift Tax Return) and paying any Gift Tax. |
| Filing deadline for 2024 Form 3520 (Annual Return To Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts). |
| Filing deadline for 2024 Form 114, Report of Foreign Bank Accounts (FBAR) with automatic extension granted to 15 October 2025. |
| Deadline for payment of 2024 Income Tax to avoid interest charges accruing. |
| Deadline for payment of first instalment of 2025 estimated tax. |
| **16 June 2025** |
| Filing deadline for 2024 Federal Income Tax Return for overseas taxpayers. |
| Deadline for payment of 2024 Income Tax to avoid late payment penalties accruing. |
| Deadline for payment of second instalment of 2025 estimated tax. |
| **15 September 2025** |
| Extended filing deadline for 2024 Form 3520-A. |
| Deadline for payment of third instalment of 2025 estimated tax. |
| **15 October 2025** |
| Extended filing deadline for 2024 Federal Income Tax Return and FBAR. |
| Extended filing deadline for 2024 Form 709. |
| Extended filing deadline for 2024 Form 3520. |
| **15 December 2025** |
| Last possible extended filing date for 2024 Federal Income Tax Return (subject to IRS approval). |
| **15 January 2026** |
| Deadline for payment of final instalment of 2025 estimated tax. |

## Contact us

Buzzacott provides timely and bespoke US tax and UK tax advice to individuals living in the Pacific Asia region.

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